AUDIT REPORT

GREENLAM AMERICA, INC.

2020 - 2021

Varkey Associates CPA,PA.
Certified Public Accountants

1806 N. Flamingo Road, Suite 340
Pembroke pines, FL 33028
Phone: 786-473-3213
Fax: 954-362-5210
Email: bv@varkeycpa.com
Web: www.varkeycpa.com

GREENLAM AMERICA, INC.

TABLE OF CONTENTS

	Page
Independent Accountants Audit Report	2
Balance Sheet	3
Statement of Income	4
Statement of Retained Earnings	5
Statement of Cash Flows	6
Accounting Policies and Notes	7-10
Schedules forming part of the Accounts	11-13

The accompanying report and notes are integral parts of these statements

Varkey Associates CPA, PA.

Certified Public Accountants

1806 N Flamingo Road, Suite 340,
Pembroke Pines FL 33028
Phone: 786-473-3213
Fax: 954-362-5210
Email: bv@varkeycpa.com
Web: www.varkeycpa.com

The Board of Directors,

Greenlam America, Inc.

8750 NW 36th Street, Suite:635,
Doral, Florida 33178

We have audited the balance sheet of **Greenlam America, Inc.** (Type C corporation) as of March 31, 2021, and the related statements of income, retained earnings, and cash flows for the year then ended. These financial statements are the responsibility of management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the united States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, and assessing the overall financial presentation. We believe that our audits provide a reasonable basis for expressing our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Greenlam America Inc., as of March 31st 2021 and the results of its operations and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Varkey Associates CPA, PA.
Certified Public Accountants
May 17, 2021.
Miami, Florida.

GREENLAM AMERICA INC.
Balance Sheet
(As at 31st March, 2021)

(US $)

	Notes		*March 2021*		*March 2020*
ASSETS:					
Current Assets					
Cash and Bank	*A*	153,233		46,106	
Accounts Receivables	*B*	2,335,673		2,711,619	
Prepaid Expenses	*C*	9,113		9,971	
Advance Tax	*D*	28,111		-	
Vendor Deposit	*E*	6,069		13,769	
Goods in Transit	*F*	600,014		183,971	
Inventories	*G*	627,503		547,720	
Total Current Assets			**3,759,716**		**3,513,156**
Fixed Assets					
Office Equipments	*H*	32,504		32,504	
Furniture & Fixtures	*H*	86,849		86,849	
Warehouse Equip & Fixtures	*H*	30,123		30,123	
(Less) Accumulated Depreciation		(91,652)		(81,611)	
Total Fixed assets			**57,824**		**67,865**
Goodwill					
Goodwill	*I*	900,000		900,000	
Less Acc. Amortization	*I*	(900,000)		(900,000)	
Total Other Assets			**-**		**-**
Total Assets			**3,817,540**		**3,581,021**
LIABILITIES & SHAREHOLDER'S EQUITY					
Current Liabilities					
Accounts Payable	*J*	612,453		105,761	
Accrued Expenses	*K*	15,339		275,798	
Accrued Interest	*L*			842	
Income Tax Payable (State)	*M*	377		12,672	
Deferred Rent (Short Term)	*N*	3,311		3,311	
Loans and Advances	*O*			675,000	
Total Current Liabilities			**631,480**		**1,073,384**
Long Term Liabilities					
Deferred Rent	*P*	7,727		11,038	
Total Long Term Liabilities			**7,727**		**11,038**
Shareholder's Equity					
Capital Stock	*Q*	1,600,000		1,600,000	
Retained Earnings	*R*	1,578,333		896,599	
Total Shareholder's Equity			**3,178,333**		**2,496,599**
Total Liabilities & Shareholder's Equity			**3,817,540**		**3,581,021**

The accompanying report and notes are integral parts of these statements

GREENLAM AMERICA INC.

Statement of Income

(For the year ended 31st march, 2021)

			(US $)	
Income		*March 2021*		*March 2020*
Gross Sales	10,493,391			13,288,598
Opening Inventory	731,691		922,838	
Purchases	9,056,796		10,372,292	
	9,788,487		11,295,130	
Less Closing Inventory	1,227,517		731,691	
Less Obslete Inventory				
Cost of Goods Sold		8,560,970		10,563,439
Gross Profit		**1,932,421**		**2,725,159**
General and Administrative Expenses				
Accounting Fee	18,000		18,000	
Bank Service Charges	21,955		29,201	
Consultancy Fee	199,231		176,314	
Depreciation Expense	10,041		10,720	
Insurance Expenses	72,757		75,604	
Legal and Professional Fees	21,590		23,460	
Office Expenses	5,552		8,786	
Staff Welfare	-		1,202	
Payroll Expenses	674,369		1,115,269	
Postage and Shipping	24,481		28,333	
Rent Expense	161,992		165,761	
Income Taxes	179,288		212,672	
Repairs and Maintenanace	1,825		606	
Selling Expenses	57,639		60,399	
Telephone and Fax Charges	20,787		23,811	
Travel Expenses	4,973		183,248	
Warehouse Expenses	79,010		80,867	
Bad debts	9,260		522	
Total Expenses		**1,562,750**		**2,214,775**
Profit from Operations		**369,671**		**510,384**
Other Income		314,414		194,919
Other Expense (Bank Interest)		2,351		15,395
Net Profit		**681,734**		**689,908**

The accompanying report and notes are integral parts of these statements

GREENLAM AMERICA INC.

Statement of Retained Earnings

(For the year ended 31st March, 2021)

(US$)

	March 2021	*March 2020*
Opening Retained Earnings balance	**896,599**	**1,646,691**
Net Income for the period	681,734	689,908
Dividend distribution during the period		(1,440,000)
Closing Balance	**1,578,333**	**896,599**

The accompanying reports and notes are integral parts of these statements

GREENLAM AMERICA INC.

Statement of Cash Flow

(For the year ended 31st March, 2021)

(US $)

		March 2021		*March 2020*
Cash Flow from Operating Activities				
Net Income		**681,734**		**689,908**
Changes in Assets and Liabilities				
Decrease in Accounts Receivables	375,946		29,265	
Decrease in Prepaid Expenses	858		7,090	
Decrease in Vendor Deposit/Advances	7,700		87,414	
Increase/decrease in Goods in Transit	(416,043)		159,961	
Increase/Decrease of Inventory	(79,783)		31,176	
Increase of Accounts Payable	506,692		60,886	
Increase/decrease in Accrued Expenses	(260,459)		184,572	
Increase in Accrued Interest	(842)		(348)	
Provision (Income Tax)	(12,295)		12,672	
Income Tax Payable (State)	-		-	
Advance tax	(28,111)		-	
Increase in deferred rent (Short term)	-		3,311	
Decrease/increase in Line of Credit	(675,000)		175,000	
Increase in deferred rent (Long term)	(3,311)		11,038	
Depreciation	10,041	(574,607)	10,720	772,757
		107,127		**1,462,665**
Cash Flow from Investing Activities				
Dividend distribution	-		(1,440,000)	
Accum Depreciation of Furniture &Fixtu	-	-	-	**(1,440,000)**
Net Decrease in Cash		**107,127**		**22,665**
Cash at the beginning of the period		46,106		23,441
Cash at the end of the period		**153,233**		**46,106**

The accompanying report and notes are integral parts of these statements

GREENLAM AMERICA INC.
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE FINANACIAL STATEMENTS
(For the Year ended 31st March 2021)

Note 1: SIGNIFICANCE OF ACCOUNTING POLICIES

Disclosure of Accounting Policies:

Nature of Operations

The Company was incorporated under the laws of the State of Florida for the purpose of distributing decorative laminates of the highest quality for the office and home improvement, as well as the construction industry. Greenlam America Inc., is 100% owned by Greenlam Industries Limited which owns 100% share capital of "Greenlam America Inc."

Greenlam Industries Limited (GIL), is a $178.01 Million Company as on March 31, 2021, with headquarters in Delhi, India, where it is established as India's Premier Interior Infrastructure Company.

Greenlam manufactures Decorative laminates, Compact Boards, Decorative Plywood, Engineered Wooden Flooring, Engineered Door, Door Leaf, Clad and allied products. It distributes laminates to an extensive dealer network spread all over the World. In addition, it owns this company (Greenlam America Inc.), Greenlam South Limited (Indian Subsidiary Co.) and Singapore subsidiary (Greenlam Asia Pacific PTE, Ltd).

Greenlam, the flagship decorative laminate brand from Greenlam Industries Limited, is one of India's fastest selling brands and currently it is being exported to more than 110 countries including Canada, USA, Mexico, Colombia, Salvador, Ecuador, Guatemala, UK, Germany, Switzerland, Italy, Netherlands, Poland, Turkey, Australia, New Zealand, Thailand, Indonesia, Taiwan, Hong Kong, China, Malaysia, Singapore, Dubai and Israel.

Revenue and Cost Recognition

The financial statements are prepared using US Generally Accepted Accounting Principles (GAAP), using the accrual method, which requires income to be recognized when earned and expenses when incurred.

Use of Estimates

Management uses estimates and assumptions in preparing these financial statements in accordance with accounting principles generally accepted in the United States of America.

Those estimates and assumptions affect the reported amounts of assets and liabilities and the reported revenues and expenses. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

Valuation of Inventory

The company purchases most of its inventory from its parent company (Greenlam Industries Limited). Inventories are carried at the lower of cost and net realizable value. Inventory values are maintained using the "weighted average" method, under a perpetual system, where the cost is adjusted by item, as new units with different pricing are added to the inventory, and old units are sold, "weighted" cost changes.

Cash Flow Statement

Cash flows are reported using indirect method, whereby profit before tax is adjusted for the effects transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts of payments. The cash flows from regular revenue generating, financing and investing activities of the company are segregated. Cash and cash equivalents on the balance sheet typically comprise cash at bank.

Contingencies and Subsequent Events

Disclosure of contingencies as required by the accounting standard is furnished in the Notes on each account, where disclosure is needed.

Fixed Assets and Depreciation

Fixed Assets are shown on the balance sheet net of accumulated depreciation at Original Cost minus Depreciation (Book Value). Depreciation is provided for on Straight Line Method and Double declining Balance method is applied for Federal Income Tax Purposes.

Goodwill

In the year 2014, Corporation acquired Goodwill from Keystone Laminates Inc. for a total consideration of $ 900,000 and the consideration is payable in 36 months. The Goodwill is shown on the balance sheet net of accumulated amortization at Original Cost minus Amortization (Book Value). Amortization is provided for on Straight Line Method (five years) for Federal Income Tax Purposes.

GREENLAM AMERICA INC.
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE FINANACIAL STATEMENTS
(For the Year ended 31st March 2021)

Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

Accounting for Taxes on Income

The Company is responsible for Federal and State Income tax as a C corporation. For the year ended March 31, 2021, income tax is accounted for $179,288.

Related Party Disclosures

Disclosure of related parties as required by the accounting standards is furnished in the Notes on Accounts.

Note 2: NOTES ON ACCOUNT

Accounts Receivable and Allowance for Doubtful Accounts

Accounts Receivable

The Company's credit policy with its customers typically varies from advance payments at the beginning of the commercial relationship, to 90 day terms based on the creditworthiness and payment experience. Receivables are insured through Euler Hermes Credit Insurance policy.

Allowance for Doubtful Accounts and Bad Debt

Management recognizes Bad Debts using the Allowance Method. Total amount provided for doubtful debts as on March 31, 2021 is $1748.

Vendor Deposits

The Company has deposits outstanding with landlords, vendors for advance rents, utilities and other service companies such as delivery and freight as follows:

Adopt A plant leasing Company	129
Crystal Springs	27
Hines VAF II Doral	5,913
	6,069

See Accountant's report

GREENLAM AMERICA INC.
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE FINANACIAL STATEMENTS
(For the Year ended 31st March 2021)

Accounts Payable

The Company purchases most of its products from its parent Greenlam as needed, as such. The majority of amounts under Accounts Payable, besides Freight and other charges, at the end of this fiscal year were owed to Greenlam Industries Limited, with an outstanding payable of $ 570,871.00

Accrued Expenses

The Company accrues for utility bills and General Administrative expenses as invoices are received from these vendors. Company also accrues bonus and commission on sales.

Bank Loans

Company surrendered line of credit facility of $1.00 million from Citi Bank N.A., during the year ended 31st March, 2021.

Long-term Commitments

The Company has following open agreement with landlord:

Type	Location	Date	Length	Monthly	Total
Office Lease	Miami	April 2020 - July 2024	40 Months	$6,279	$ 251,160
Warehouse Lease	PA	April 2020 - June 2024	39 Months	$5,849	$ 228,111

The Company has following five year agreement with following Parties:

Parties	Location	Date	Length	Monthly	Total
Keystone Laminates Inc. Consultancy	PA	April 2020 - June 2024	39 Months	$ 11,633	$ 453,687
Sonal Detroja Employment	PA	April 2020 - June 2024	39 Months	$9,250	$ 360,750

Capital Stock

As of March 31, 2021, shares subscribed and paid up were:

Number	Type	Par Value	Total value
1,600,000	Common	$ 1.00	$ 1,600,000

GREENLAM AMERICA INC

Schedules forming part of the Accounts

(As at 31st March, 2021)

		(US$)	
		March 2021	*March 2020*
A	**Cash and Bank**		
	Citi Bank NA.	152,667	45,861
	Cah in Hand	566	245
		153,233	46,106
B	**Accounts Receivables**		
	Total Debtors	2,337,421	2,711,619
	Less-Provisions for Doubtful Debts	(1,748)	-
		2,335,673	2,711,619
C	**Prepaid Expenses**		
	Credit Insurance	9,113	9,046
	Marine Insurance	-	925
	General Liability Insurance	-	-
		9,113	9,971
D	Advance Tax	28,111	-
		28,111	-
E	**Vendor Deposit**		
	Crystal Springs	27	27
	Hines VAF II Doral, L.P.	5,913	8,413
	James A. Rodriguez	-	5,200
	Adopt A Plant	129	129
		6,069	13,769
F	**Goods in Transit**		
	Goods in Transit	600,014	183,971
		600,014	183,971
G	**Inventory**		
	Pennsylvania WH	627,503	547,720
		627,503	547,720

(As at 31st March, 2021)

H

Fixed Assets

Assets	Original cost	Additions during the year	Disposal prior periods	Cost as at 31 March 2021	Accumulated Depreciation till March 31 2020	Depreciation for the year	Depreciaion on Disposals for the period	Accum Depr at 31 March 2021	Carrying Value
Office Equipment	32,504	-	-	32,504	8,841	1,265	-	10,106	22,398
Furniture & Fixtures	86,849	-	-	86,849	46,926	6,111	-	53,037	33,812
Warehouse Equipment	30,123	-	-	30,123	25,844	2,665	-	28,509	1,614
Total	**149,476**	**-**	**-**	**149,476**	**81,611**	**10,041**	**-**	**91,652**	**57,824**

I

Goodwill

Assets	Original cost	Additions during the year	Cost as at 31 March 2021	Accumulated Amortization till March 31 2020	Amortization for the year	Accumulated Amortization at 31 March 2021	Carrying Value
Goodwill	900,000	-	900,000	900,000	-	900,000	-
Total	**900,000**	**-**	**900,000**	**900,000**	**-**	**900,000**	**-**

The accompanying report and notes are integral parts of these statements

GREENLAM AMERICA INC

Schedules forming part of the Accounts

(As at 31st March, 2021)

		(US$)	
		March 2021	*March 2020*
J	**Accounts Payable**		
	Greenlam Industries Limited, Holding Company	570,871	62,503
	Other Payables	41,582	43,258
		612,453	105,761
K	**Accrued Expenses and Provisions**		
	Freight and Duties	8,168	17,725
	Bonus and Commission	7,171	252,709
	Repairs and Maintenance (Warehouse)	-	5,364
		15,339	275,798
L	**Accrued Interest**		
	Citi Bank NA.	-	842
		-	842
M	**Provision for Income taxes**		
	Federal and State Income Tax (Payable)	377	12,672
		377	12,672
N	**Deferred Rent (Short term)**		
	Deferred Rent (Short term)	3,311	3,311
		3,311	3,311
O	**Loans and Advances**		
	Citi Bank NA (A/C 3300174266)	-	675,000
		-	675,000
P	**Deferred Rent (Long term)**		
	Deferred Rent (Long term)	7,727	11,038
		7,727	11,038
Q	**Capital Stock**		
	Issued Subscribed and Paid up	1,600,000	1,600,000
		1,600,000	1,600,000
R	**Retained Earnings**		
	Opening Balance as of 1st April	896,599	1,646,691
	Net Income for the Year	681,734	689,908
	Dividend distribution during the period	-	(1,440,000)
	Balance as on 31st March	1,578,333	896,599

The accompanying reports and notes are integral parts of these statements