AUDIT REPORT

GREENLAM AMERICA, INC.

2015 - 2016

Varkey Associates CPA,PA.
Certified Public Accountants

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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

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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, 2016, 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 2016 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 5, 2016
Miami, Florida.

GREENLAM AMERICA INC.

Balance Sheet

(As at 31st March, 2016)

(US $)

	Notes	*March 2016*		*March 2015*
ASSETS:				
Current Assets				
Cash and Bank	*A*	60,444	16,781	
Accounts Receivables	*B*	2,561,335	3,817,482	
Prepaid Expenses	*C*	3,146	2,768	
Deferred Tax Asset	*D*	6,837	-	
Vendor Deposit	*E*	13,769	13,769	
Goods in Transit	*F*	392,117		
Inventories	*G*	650,778	660,876	
Total Current Assets		**3,688,426**		**4,511,676**
Fixed Assets				
Office Equipments	*H*	81,375	73,467	
Furniture & Fixtures	*H*	98,431	70,706	
Warehouse Equip & Fixtures	*H*	28,797	25,380	
(Less) Accumulated Depreciation		(119,999)	(82,470)	
Total Fixed assets		**88,604**		**87,083**
Goodwill				
Goodwill	*I*	900,000	900,000	
Less Acc. Amortization	*I*	(360,000)	(180,000)	
Total Other Assets		**540,000**		**720,000**
Total Assets		**4,317,030**		**5,318,759**
LIABILITIES & SHAREHOLDER'S EQUITY				
Current Liabilities				
Accounts Payable	*J*	(79,511)	2,544,350	
Accrued Expenses	*K*	105,458	62,776	
Accrued Interest	*L*	4,370	3,638	
Customer's Deposits	*M*	5,000	5,000	
Loans and Advances	*N*	2,940,000	1,940,000	
Total Current Liabilities		**2,975,317**		**4,555,764**
Shareholder's Equity				
Capital Stock	*O*	1,600,000	1,600,000	
Retained Earnings	*P*	(258,287)	(837,005)	
Total Shareholder's Equity		**1,341,713**		**762,995**
Total Liabilities & Shareholder's Equity		**4,317,030**		**5,318,759**

The accompanying report and notes are integral parts of these statements

GREENLAM AMERICA INC.

Statement of Income

(For the year ended 31st march, 2016)

			(US $)	
Income		***March 2016***		***March 2015***
Gross Sales		12,632,680		11,435,169
Opening Inventory	660,876		48,408	
Purchases	10,201,943		9,677,817	
	10,862,819		9,726,225	
Less Closing Inventory	1,042,895		660,876	
Cost of Goods Sold		9,819,924		9,065,349
Gross Profit		**2,812,756**		**2,369,820**
General and Administrative Expenses				
Accounting Fee	15,000		15,000	
Amortization Expense	180,000		180,000	
Bad debts	-		11,669	
Bank Service Charges	31,701		36,232	
Consultancy Fee	188,206		99,211	
Depreciation Expense	37,530		25,673	
Insurance Expenses	50,286		41,420	
Legal and Professional Fees	35,466		15,473	
Office Expenses	7,637		9,014	
Staff Welfare	3,227		15,927	
Payroll Expenses	827,367		645,347	
Postage and Shipping	28,248		29,786	
Rent Expense	146,536		120,694	
Rates and Taxes	282		2,579	
Repairs and Maintenanace	7,790		5,888	
Selling Expenses	456,310		402,616	
Telephone and Fax Charges	40,824		43,184	
Travel Expenses	169,419		205,682	
Recruitment Expenses	-		904	
Warehouse Expenses	63,905		45,364	
Utilities expenses	1,828		2,047	
Total Expenses		**2,291,564**		**1,953,710**
Profit from Operations		521,192		416,110
Other Income		117,635	-	-
Other Expenses				
Interest Expense		60,109		43,397
Net Profit		**578,718**		**372,713**

The accompanying report and notes are integral parts of these statements

GREENLAM AMERICA INC.

Statement of Retained Earnings

(For the year ended 31st March, 2016)

(US$)

	March 2016	*March 2015*
Opening Retained Earnings balance	(837,005)	(1,209,718)
Net Income for the period	578,718	372,713
Closing Balance	(258,287)	(837,005)

The accompanying reports and notes are integral parts of these statements

GREENLAM AMERICA INC.

Statement of Cash Flows

(For the year ended 31st March, 2016)

(US $)

		March 2016		*March 2015*
Cash Flow from Operating Activities				
Net Income		**578,718**		**372,713**
Changes in Assets and Liabilities				
Increase/Decrease in Accounts Receivables	1,256,147		(1,518,336)	
Increase in Prepaid Expenses	(379)		(1,128)	
Increase in Deferred Tax (Asset)	(6,837)		-	
Decrease in Employee Advances	-		10,000	
Decrease in Vendor Deposit	-		8,851	
Decrease/Increase of Inventory	10,098		(612,468)	
Increase in Goods in Transit	(392,117)		-	
Decrease/Increase of Accounts Payable	(2,623,861)		2,420,704	
Increase in Line of Credit	1,000,000		-	
Increase in Accrued Liabilities	42,682		57,158	
Amortization of Goodwill	180,000		180,000	
Depreciation	37,530		25,672	
Decrease in Insurance Receivables	-		44,654	
Decrease/Increase in Accrued Interest	733	(496,004)	(60)	615,047
		82,714		**987,760**
Cash Flow from Investing Activities				
Acqusition of Fixed Assets	(39,051)		(91,951)	
Accqusition of Goodwill	-	**(39,051)**	(900,000)	**(991,951)**
Net Decrease in Cash		43,663		(4,191)
Cash at the beginning of the period		16,781		20,972
Cash at the end of the period		**60,444**		**16,781**

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GREENLAM AMERICA INC.
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE FINANACIAL STATEMENTS
(For the Year ended 31st March 2016)

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 $155 Million company, 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 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.) and a 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, Peru, Salvador, Ecuador,
Guatemala, Chile, 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 as used 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 as used for Federal Income Tax Purposes.

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.

GREENLAM AMERICA INC.
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE FINANACIAL STATEMENTS
(For the Year ended 31st March 2016)

Accounting for Taxes on Income

The Company is responsible for Federal and State Income tax as a C corporation. Due to Net Operating Loss Deduction, till the financial year ended 31st March 2015, te company does not have any tax liability. In the financial year of 2016, the Company stands liable for Alternate Minimum Taxation (AMT) for $6,837, which has been accounted under Deferred tax (Asset) account.

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.

Allowance for Doubtful Accounts and Bad Debt

Management recognizes Bad Debts using the Allowance Method and assigning a risk probability percentage to every outstanding receivable amount.

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	8,413
James A. Rodriguez	5,200
	13,769

GREENLAM AMERICA INC.
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE FINANACIAL STATEMENTS
(For the Year ended 31st March 2016)

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 receivable of $318,348.

Accrued Expenses

The Company accrues for utility bills, as well as other General and Administrative expenses as invoices are received from these vendors. The company enters these bills as received from Vendors.

Long-term Commitments

The Company has following open agreement with landlord:

Type	Location	Date	Length	Monthly	Total
Office Lease	Miami	April 2016 - May 2019	38 Months	$ 4,561	$ 17,9964
Warehouse Lease	PA	April 2016 - June 2019	39 Months	$5,083	$ 202,242

The Company has following five year agreement with following Parties:

Parties	Location	Date	Length	Monthly	Total
Keystone Laminates Inc. Consultancy	PA	April 2016 - June 2019	39 Months	$ 11,433	$ 445,900
Sonal Detroja Employment	PA	April 2016 - June 2019	39 Months	$ 9,250	$ 360,750

Capital Stock

As of March 31, 2016, 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, 2016)

		(US$)	
		March 2016	*March 2015*
A	**Cash and Bank**		
	Citi Bank NA.	59,957	16,413
	Cah in Hand	487	368
		60,444	16,781
B	**Accounts Receivables**		
	Total Debtors	2,561,335	3,817,482
	Less-Provisions for Doubtful Debts	-	-
		2,561,335	3,817,482
C	**Prepaid Expenses**		
	General Liability Insurance	3,146	2,768
		3,146	2,768
D	**Deferred Tax (Asset)**		
	Deferred Tax (Asset)	6,837	-
		6,837	-
E	**Vendor Deposit**		
	Crystal Springs	27	27
	Hines VAF II Doral, L.P.	8,413	8,413
	James A. Rodriguez	5,200	5,200
	Adopt A Plant	129	129
		13,769	13,769
F	**Goods in Transit**		
	Goods in Transit	392,117	-
		392,117	-
G	**Inventory**		
	Pennsylvania WH	600,978	611,076
	Best ply Supplies,Miami	29,417	29,417
	Others	20,383	20,383
		650,778	660,876

The accompanying reports and notes are integral parts of these statements

GREENLAM AMERICA, INC.

Schedules forming part of the Accounts

(As at 31st March, 2016)

H

Fixed Assets

Assets	Depreciation Method	Years	Original cost	Additions during the year	Cost as at 31 March 2016	Accumulated Depreciation till March 31 2015	Depreciation for the year	Accumulated Depreciation at 31 March 2016	Carrying Value
Office Equipment	SL	5	73,467	7,908	81,375	48,078	12,169	60,247	21,128
Furniture & Fixtures	SL	7	70,705	27,725	98,430	31,673	18,248	49,921	48,509
Warehouse Equip & Fixtures	SL	7	25,380	3,417	28,797	2,718	7,113	9,831	18,966
Total			**169,552**	**39,050**	**208,602**	**82,469**	**37,530**	**119,999**	**88,603**

I

Goodwill

Assets	Amortization Method	Years	Original cost	Additions during the year	Cost as at 31 March 2016	Accumulated Amortization till March 31 2015	Amortization for the year	Accumulated Amortization at 31 March 2016	Carrying Value
Goodwill	SL	5	900,000	-	900,000	180,000	180,000	360,000	540,000
Total			**900,000**	**-**	**900,000**	**180,000**	**180,000**	**360,000**	**540,000**

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GREENLAM AMERICA INC

Schedules forming part of the Accounts

(As at 31st March, 2016)

		(US$)	
		March 2016	*March 2015*
J	**Accounts Payable**		
	Greenlam Industries Limited, Holding Company	(318,348)	1,858,354
	Income Tax payable (IRS)	6,837	
	Other Payables	232,000	685,996
		(79,511)	2,544,350
K	**Accrued Expenses and Provisions**		
	Bank charges (SBLC Commissions)	3,482	8,900
	Freight and Duties	23,122	53,876
	Bonus and Commission	68,179	-
	Legal and Professional	3,000	-
	Claims	7,176	-
	Repairs and Maintenance	500	-
		105,459	62,776
L	**Accrued Interest**		
	Citi Bank NA.	4,370	3,638
		4,370	3,638
M	**Customer Deposit**		
	Produits Forestiers Inc. CJP	5,000	5,000
		5,000	5,000
N	**Loans and Advances**		
	Citi Bank NA (A/C 3300174264)	1,940,000	940,000
	Citi Bank NA (A/C 3300173872)	1,000,000	1,000,000
		2,940,000	1,940,000
O	**Capital Stock**		
	Issued Subscribed and Paid up	1,600,000	1,600,000
		1,600,000	1,600,000
P	**Retained Earnings**		
	Opening Balance as of 1st April	(837,005)	(1,209,718)
	Net Income for the Year	578,718	372,713
	Balance as on 31st March	(258,287)	(837,005)

The accompanying reports and notes are integral parts of these statements