

B2B SOFTECH INC.
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

B2B SOFTECH, INC.
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FOR THE YEAR ENDED MARCH 31, 2020

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KUMAR INCOME TAX SERVICE
18118 PARTHENIA STREET
NORTHRIDGE, CA 91325
TEL: 818-349-9300

Board of Directors
B2B Softech Inc.
11407 Wistful Vista Way
Porter Ranch, CA 91326.

We have audited the accompanying balance sheet of B2B Softech Inc. as of March 31, 2020 and the related statements of operations, stockholders' equity and cash flows for the year ended March 31, 2020. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these consolidated financial statements based on our audit.

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

In our opinion, based on our audit, the financial statements referred to above present fairly, in all material respects, the financial position of B2B Softech Inc. as of March 31, 2020 and the results of its operations and its cash flows for the year ended March 31, 2020 in conformity with generally accepted accounting principles.



SATISH TOMAR
KUMAR INCOME TAX SERVICES
Northridge, California
April 13, 2020

18118 Parthenia Street, Northridge, California 91325
Telephone 818-349-9300

B2B SOFTECH, INC.

BALANCE SHEET – MARCH 31, 2020

ASSETS

Current Assets:

Cash	\$ 83,498
Accounts receivable	<u>00,000</u>
Total current assets	\$ 83,498

Property and Equipment, net of Accumulated depreciation and amortization	<u>0,000</u>
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Total assets	<u>\$ 83,498</u>
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Liabilities and Stockholders' Equity

Stockholders Equity:

Common stock: \$1.00 par value, 1,000,000 shares authorized, 72,000 shares issued and outstanding	72,000.00
Net Income	9581.00
Retained Earnings	<u>1917.00</u>

Total stockholders' equity	<u>\$ 83,498</u>
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Total Liabilities and stockholder's equity	<u>\$ 83,498</u>
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B2B SOFTECH, INC.
STATEMENT OF INCOME
YEAR ENDED MARCH 31, 2020

	<u>Amount</u>	<u>Percent</u>
Net Revenues	\$ 455707	100.000%
Gross Profit	\$ 455707	100.000%
Operating Expenses	<u>446,125</u>	<u>97.90%</u>
Net Income	<u>\$ 9581</u>	<u>2.1%</u>

B2B SOFTECH, INC.
STATEMENT OF STOCKHOLDERS' EQUITY
YEAR ENDED MARCH 31, 2020

Balance at April 1, 2019	\$ 73,917.00
Net Income for the year ended March 31, 2020	<u>9,581.00</u>
Balance at March 31, 2020	<u>\$ 83,498.00</u>

B2B SOFTECH, INC.**STATEMENT OF CASH FLOWS****YEAR ENDED MARCH 31, 2020****INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS**

Cash flow provided by (used for) operating activities:		
Net Income		\$ 9581
Adjustments to reconcile net income to net cash		
Provided by (used for) operating activities -		
Depreciation and amortization	\$ 0,000	
Changes in assets and liabilities:		
(Increase) decrease in assets:		
Accounts receivable	000	
Increase (decrease) in liabilities –		
Accounts payable	<u>0</u>	
Total adjustments		<u>0,000</u>
Net cash provided from operating activities		\$9581
Cash and Cash equivalents, beginning of period		\$ 73,917
Cash and Cash equivalents, end of period		<u>\$ 83,498</u>

B2B SOFTECH, INC
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2020

(1) Summary of Significant Accounting Policies:

General:

B2B Softech, Inc (the “Company”) was incorporated under the laws of state of California on June 19, 2000.

The company is a 100% owned subsidiary of B2B Software Technologies Ltd, a company in India.

Business Activity:

The company designs, develops, markets, and exports proprietary software products to customers worldwide. The Company also provides training and consulting services in exchange for fees from customers. The Company also imports hardware and other products for sale.

Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Fair Value:

Unless otherwise indicated, the fair values of all reported assets and liabilities which represent financial instruments, none of which are held for trading purposes, approximate carry values of such amounts.

Cash Equivalents:

For purposes of the statement of cash flows, cash equivalents include all highly liquid debt instruments with original maturities of three months or less which are not securing any corporate obligations.

B2B SOFTECH, INC
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2020

(2) Major Customers:

During the year ended March 31, 2020, one customer accounted for 100% of the total sales of \$455,707.

(3) Property and Equipment:

A summary is as follows:

Office Equipment	\$42,749
Furniture and fixtures	5,902
Software	1,956
Capitalized costs of new product line	<u>30,000</u>
	80,607
Less accumulated depreciation and amortization	<u>00,000</u>
	 <u>\$ 0,000</u>

Depreciation and amortization expense related to property and equipment is \$000 for the year ended March 31, 2020

(4) Stockholders' equity:

The Company is authorized to issue 1,000,000 shares with a par value of \$1.00. The company has 72,000 shares issued to B2B Software Technologies Ltd. (the parent company in India).

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TEL: 818-349-9300

Board of Directors
B2B Softech Inc.
11407 Wistful Vista Way
Porter Ranch, CA 91326.

The supplemental information for the year ended March 31, 2020, continued on page 9 is presented only for supplementary analysis purposes and is the representation of the Board of Directors and management of B2B Softech Inc. Such information has been subjected to the generally accepted accounting principles applied in the audit of the basic financial statements, and we are not aware of any material modification that should be made to the supplemental information in order for it to be in conformity with accounting principles generally accepted in the United States of America.



SATISH TOMAR
KUMAR INCOME TAX SERVICES
Northridge, California
April 29, 0000

18118 Parthenia Street, Northridge, California 91325
Telephone 818-349-9300

B2B SOFTECH INC.
SCHEDULE OF
OPERATING EXPENSES

FOR THE YEAR ENDED MARCH 31, 2020

	<u>Amount</u>	<u>Percent</u>
General and administrative:		
Salaries and Payroll Taxes	410,886	92.10
Bank Charges	1338	0.03
Depreciation	0,000	0.00
Health / General Insurance	32,961	7.95
Legal & Accounting	0,000	0.00
Taxes	940	0.002
Telephone	00	0.000
	<hr/>	<hr/>
	<u>\$ 446,125</u>	<u>100</u>

B2B SOFTECH INC
Profit & Loss
April 2019 through March 2020

	Apr '19 - Mar 20
Ordinary Income/Expense	
Income	
Consulting IT & Business	455,707.09
Jet Reports	0.00
Nav Consulting	0.00
Nav Dimension Manager	0.00
Total Income	455,707.09
Gross Profit	455,707.09
Expense	
Bank Service Charges	1,337.75
Federal Tax	119.24
Franchise Tax	821.28
Health Insurance	32,961.00
Payroll Expenses	410,886.71
Total Expense	446,125.98
Net Ordinary Income	9,581.11
Net Income	9,581.11

Ran Hen
4.13.20

B2B SOFTECH INC
Balance Sheet
As of March 31, 2020

	Mar 31, 20
ASSETS	
Current Assets	
Checking/Savings	
Wells Fargo Checking	83,498.19
Total Checking/Savings	<u>83,498.19</u>
Total Current Assets	83,498.19
Fixed Assets	
Accum. Dep. Furn. & Fixtures	-5,902.68
Accum. Dep. Software	-1,955.95
Accum. Dep. S/W Cap. Mktg	-30,000.00
Accumu. Dep. Off Equipment	-42,748.28
Furniture and Fix. Org.Val	5,902.68
Off. Equipment Org.Value	42,748.28
S/W Capitalized/Mktg	30,000.00
Software	1,955.95
Total Fixed Assets	<u>0.00</u>
TOTAL ASSETS	<u><u>83,498.19</u></u>
LIABILITIES & EQUITY	
Equity	
Opening Balance Equity	72,000.00
Retained Earnings	1,917.08
Net Income	9,581.11
Total Equity	<u>83,498.19</u>
TOTAL LIABILITIES & EQUITY	<u><u>83,498.19</u></u>

Ran Heun
4/13/20

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Accrual Basis

B2B SOFTECH INC

Trial Balance

As of March 31, 2020

	Mar 31, 20	
	Debit	Credit
Wells Fargo Checking	83,498.19	
Client Receivables Module	0.00	
Undeposited Funds	0.00	
Accum. Dep. Furn. & Fixtures		5,902.68
Accum. Dep. Software		1,955.95
Accum. Dep. S/W Cap. Mktg		30,000.00
Accumu. Dep. Off Equipment		42,748.28
Furniture and Fix. Org.Val	5,902.68	
Off. Equipment Org.Value	42,748.28	
S/W Capitalized/Mktg	30,000.00	
Software	1,955.95	
Accounts Payable	0.00	
Opening Balance Equity		72,000.00
Retained Earnings		1,917.08
Consulting IT & Business		455,707.09
Jet Reports	0.00	
Nav Consulting	0.00	
Nav Dimension Manager	0.00	
Bank Service Charges	1,337.75	
Federal Tax	119.24	
Franchise Tax	821.28	
Health Insurance	32,961.00	
Payroll Expenses	410,886.71	
TOTAL	610,231.08	610,231.08

Ron Mueni

4.13.20

B2B SOFTECH INC
Profit & Loss
January through March 2020

	<u>Jan - Mar 20</u>
Ordinary Income/Expense	
Income	
Consulting IT & Business	112,910.33
Jet Reports	0.00
Nav Consulting	0.00
Nav Dimension Manager	0.00
Total Income	<u>112,910.33</u>
Gross Profit	112,910.33
Expense	
Bank Service Charges	1,303.85
Franchise Tax	800.00
Health Insurance	5,625.00
Payroll Expenses	101,978.80
Total Expense	<u>109,707.65</u>
Net Ordinary Income	<u>3,202.68</u>
Net Income	<u><u>3,202.68</u></u>

Ran Alami
4/13/20

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Accrual Basis

B2B SOFTECH INC
Profit & Loss
January through March 2019

	<u>Jan - Mar 19</u>
Ordinary Income/Expense	
Income	
Consulting IT & Business	90,631.69
Total Income	<u>90,631.69</u>
Gross Profit	90,631.69
Expense	
Bank Service Charges	1,711.79
Franchise Tax	800.00
Health Insurance	14,965.00
Payroll Expenses	<u>70,781.57</u>
Total Expense	<u>88,258.36</u>
Net Ordinary Income	<u>2,373.33</u>
Net Income	<u><u>2,373.33</u></u>

Ran Nouri
4/13/20

B2B SOFTECH INC
Balance Sheet
As of March 31, 2019

	<u>Mar 31, 19</u>
ASSETS	
Current Assets	
Checking/Savings	
Wells Fargo Checking	73,917.08
Total Checking/Savings	<u>73,917.08</u>
Total Current Assets	73,917.08
Fixed Assets	
Accum. Dep. Furn. & Fixtures	-5,902.68
Accum. Dep. Software	-1,955.95
Accum. Dep. S/W Cap. Mktg	-30,000.00
Accumu. Dep. Off Equipment	-42,748.28
Furniture and Fix. Org.Val	5,902.68
Off. Equipment Org.Value	42,748.28
S/W Capitalized/Mktg	30,000.00
Software	1,955.95
Total Fixed Assets	<u>0.00</u>
TOTAL ASSETS	<u><u>73,917.08</u></u>
LIABILITIES & EQUITY	
Equity	
Opening Balance Equity	72,000.00
Retained Earnings	1,596.46
Net Income	320.62
Total Equity	<u>73,917.08</u>
TOTAL LIABILITIES & EQUITY	<u><u>73,917.08</u></u>

Ran Dewi

4/13/20