

HFCL CANADA INC.
Ontario (Canada)

Financial Statements

For the period 26th October 2023 to 31st March 2024

Address of the Company : 1330 Plank Road Sarnia, Ontario Canada N7T 7H3

Company Number : 1547445-1

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Balance Sheet as at 31st March 2024

| | <u>Notes</u> | <u>2023-24</u> <u>CAD</u> |
|---|--------------|------------------------------|
| ASSETS | | |
| Current assets | | |
| Cash & cash equivalents | 1 | 1 |
| Total Assets | | 1 |
| LIABILITIES & SHAREHOLDERS' EQUITY | | |
| Shareholders' equity | | |
| Share capital | 2 | 1 |
| Retained earnings | | - |
| | | 1 |
| Total liabilities | | 1 |

See accompanying notes to financial statements

Signed on, April 23, 2024



Harshwardhan Pagay
Director

Statement of income for the period 26th October 2023 to 31st March 2024

| | <u>2023-24</u> CAD |
|---|------------------------------|
| Revenue: | - |
| Operating expenses: | - |
| Income before operating expenses | - |
| Income before income taxes | - |
| Income taxes | - |
| Net income | - |

Notes to the Financial Statements

General

The Company, HFCL Canada Inc. is a private company limited by shares incorporated under the Canada Business Corporation Act on 26th October 2023 having its registered office at 1330 Plank Road, Sarnia, Ontario Canada N7T 7H3.

The sole shareholder of the Company is HFCL BV.

Activities

The principal business activities of the Company is trading of optical fibre cables, providing technical and marketing services in telecom sector.

Financial year

The financial year of the Company starts on 1st April and ends on 31st March of the immediate following year. However, the first financial period of the Company is from 26 October 2023 to 31 March 2024. As a result no comparative figures have been presented.

Reporting currency

The financial statements of the Company are prepared and presented in Canadian Dollars (CAD) which is presentation and functional currency of the Company. Monetary assets and liabilities denominated in foreign currencies are translated into Canadian dollars at the exchange rates prevailing at the balance sheet date. Non-monetary assets and liabilities are translated at historical rates. Revenue and expenses are translated at exchange rates prevailing at the respective transaction dates, with the exception of amortization, which are translated at historic rates. Exchange gains and losses are included in income.

Principles for the valuation of assets and liabilities

Significant accounting policies

These financial statements are prepared in accordance with Canadian accounting standards. The Company's significant accounting policies are as follows:

Cash and cash equivalents

Cash and cash equivalents include cash on hand and at bank.

Share capital

The Company's ordinary shares are classified as equity. Incremental costs directly attributable to the issuance of shares are recognized as a deduction from equity.

Revenue recognition

The Company recognizes revenue when products are delivered, the customer takes ownership and assumes risk of loss, collection of the relevant receivable is probable, persuasive evidence of an arrangement exists and the sales price is fixed or determinable. Revenue is net of items such as returns, allowances and claims for damaged goods, prompt payment incentives, marketing support programs and professional allowances.

Income taxes:

The Company follows the income taxes payable method of accounting for income taxes. Under this method, only current income taxes assets & liabilities are recognized which are determined in accordance with the rules established by taxation authorities.

Subsequent events

No events which may substantially effect the financial position of the Company and which are relevant to announce in the annual accounts have occurred after the balance sheet date.

Notes to the Financial Statements (continued...)

| | <u>31-Mar-2024</u> |
|---------------------------------------|--------------------|
| | <u>CAD</u> |
| 1. Cash & cash equivalents | |
| BMO Bank | 1 |
| | <u>1</u> |
| 2. Share capital | |
| <u>Authorized share capital: -</u> | |
| Ordinary share | 1 |
| | <u>1</u> |
| <u>Issued share capital: -</u> | |
| 1 ordinary share | 1 |
| | <u>1</u> |

The issued share capital consists of 1 ordinary shares with a nominal value of 1 Canadian Dollar each.