

Independent Auditor's Report

Auditor's Report to the Shareholders of
Concord Enviro S.A.De.C.V.
Mexico.

Report on the Financial Statements

We have audited the financial statements of Concord Enviro S.A.De.C.V., comprising of the balance sheet as on 01 April 2021 and 31 March 2022, cash-flow statement and income statement for the year 2021-22 and for the period 01 April 21 to 31 March 22.

Auditor's responsibility

Our responsibility is to express our opinion on the financial statements of your company based on our audit. We have conducted the audit in an independent and fair manner in accordance with International Standards of Auditing and the standards applicable to financial audits. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

We have followed the procedures mentioned in our detailed audit plan to collect evidence about the disclosures made in the financial statements and have made the necessary risk assessments based on our judgment and experience. We believe that the evidence so collected during our audit is sufficient to formulate our audit opinion.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Concord Enviro S.A.De.C.V. as of 31 July 2022 and its performance and cash flows indicated are in accordance with the accounting principles. Our opinion is based on available information provided by the former administrator of Concord Enviro S.A. de C.V. and its shareholders. Since the company is undergoing legal and administrative changes by the time of preparing the opinion, records may be changing during the fiscal year 2021 and 2022 as historic information is being retrieved in order to enhance and update financial statements and tax declarations.



Rafael Monroy
Date: 10th October 2022.

Concord Enviro S.A.De.C.V.
NOTES TO FINANCIAL STATEMENTS

1. STATUS AND ACTIVITIES

Concord Enviro S.A.De.C.V., Mexico is company with limited liability registered with Government of Mexico on January 23, 2009.

The name of the sole shareholder and its shareholdings is as follows:

Name of Shareholder	Nationality	No.of Shares	Amount in Peso
Concord Enviro Fze, Sharjah	U.A.E.	49,999	49,999
Ashish Singal	Indian	1	1

Principal activity of the company is Water purification by filtration, pasteurization & reserve osmosis.

2. SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

The financial statements of the company has been prepared in accordance with the International Financial Reporting Standards (IFRS) and its interpretations adopted by the International Accounting Standards Board.

It should be noted that accounting estimates and assumptions are used in preparing the financial statements. Although the estimates are based on Management's best knowledge of current events and actions, actual result may ultimately differ from these estimates.

The following accounting policies, which comply with IFRS, have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Accounting convention

The financial statements have been prepared under the historical cost convention. The accounting policies are consistent with those used in the previous year.

Accounting basis

The financial statements have been prepared under the accrual basis with the exception of staff and of service benefits, leave salary and air tickets which are accounted for when paid.

Property, plant and equipment's

Fixed assets are depreciated on cost using written down value method at rates calculated to depreciate the assets concerned over their estimated useful lives.

The annual rate of depreciation used are as follows:

Plant and machinery : 10%

Computer : 30%

Cash and cash equivalents

Cash and cash equivalents for the purpose of cash flow statement comprises of cash in hand, bank current accounts.

Impairment and collectability of financial statements

An assessment is made at each statement of financial position date to determine whether there is objective evidence that a financial asset or group of financial asset may be impaired. If such evidence exists, the estimated recoverable amount of that asset is determined and an impairment recognized for difference between the recoverable amount and the carrying amount. Impairment losses are recognized in the statement of comprehensive income.

Account payable and accruals

Liabilities are recognized for amounts to be paid in the future for goods or services, whether billed by the supplier or not.

Provision

A provision is recognized when the company has an obligation, legal or constructive arising from past event and cost to settle the obligation are both probable and able to be reliably measured.

Foreign currencies

Transactions in foreign currencies, if any are recorded at the rate ruling at the date of transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date. All the difference are taken to the statement of comprehensive income.

CONCORD ENVIRO MEXICO S.A. DE C. V.			
BALANCESHEET AS ON 31.03.22			
PARTICULARS	Schedule	31.03.2022 PESO	31.03.2021 PESO
SOURCES OF FUNDS			
SHAREHOLDER'S FUNDS			
Share Capital	A	50,000.00	50,000
BORROWED FUNDS			
Unsecured Loan	B	18,814,202	18,384,738
Resrve & Surplus	F	(17,713,577)	(17,266,158)
TOTAL		1,150,625	1,168,580
APPLICATION OF FUNDS			
FIXED ASSETS		53,157	59,298
CURRENT ASSETS , LOANS & ADVANCES			
Cash & Bank Balances	C	1,879	1,879
Loans and Advances	D	1,111,198	1,109,738
	(i)	1,113,077	1,111,617
LESS: CURRENT LIABILITIES & PROVISIONS			
Current Liabilities	E	15,609	2,334
	(ii)	15,609	2,334
NET CURRENT ASSETS	(i - ii)	1,097,468	1,109,283
Total		1,150,625	1,168,580

CONCORD ENVIRO MEXICO S.A. DE C. V.			
PROFIT & LOSS ACCOUNT AS ON 31.03.2022			
<u>PARTICULARS</u>	<u>SCH</u>	<u>31.03.2022</u>	<u>31.03.2021</u>
		PESO	PESO
<u>Less : EXPENDITURE</u>			
Staff Cost	H	378,440	493,354
Operating and other expenses	I	62,838	58,316
		441,278	551,670
PROFIT/ (LOSS) BEFORE DEPRECAITION		441,278	551,670
Less : Deprecaition		6,141	6,925
PROFIT/ (LOSS) AFTER DEPRECAITION		(447,419)	(558,594)

CONCORD ENVIRO MEXICO S.A. DE C.V. SCHEDULE FORMING PART OF THE BALANCE SHEET		
PARTICULARS	31.03.2022 PESO	31.03.2021 PESO
SCHEDULE A		
SHARE CAPITAL		
Authorised Capital	50,000	50,000
	50,000	50,000
Issued, Subscribed & Paid Up Capital	50,000	50,000
	50,000	50,000
SCHEDULE B		
UNSECURED LOAN		
Concord Enviro FZE	18,814,202	18,384,738
	18,814,202	18,384,738
SCHEDULE C		
Bank Balances		
Cash	1,879	1,879
	1,879	1,879
SCHEDULE D		
LOANS AND ADVANCES		
MIGULE SOLIS	141,677	141,677
FRANCISCO ESTRADA	109,442	109,442
Octavio	99,015	97,554.17
IVA CREDIT (INDIRECT TAX CREDIT)	761,064	761,064
	1,111,198	1,109,738
SCHEDULE E		
CURRENT LIABILITIES		
PROVISION FOR EXP	15,609	2,334
	15,609	2,334
SCHEDULE F		
PROFIT & LOSS A/C		
Opening Balance	17,266,158	16,707,563
Add: Loss for the year	447,419	558,595
	17,713,577	17,266,158

	31/mar/2022	31/mar/2021
A. Cash flows from operating activities		
Net profit / (losses) for the year	-447,419	-558,595
Depreciation	6,141	6,925
Finance cost	0	0
Operating cash flow before working capital changes	-441,278	-551,670
Decrease/(increase) in trade receivables		
Decrease/(increase) in inventories		
(Increase)/decrease in other assets	-1,460	-28,256
(Increase)/decrease in related parties		
(Decrease) in trade payables		
Increase/ (Decrease) in related parties		
Increase/ (Decrease) in other payables	13,275	0
Net cash generated from operating activities	-429,463	-579,926
B. Cash flows from Investing activities		
Purchase of fixed assets		
Net cash generated from/(used in) investing activities	0	
C. Cash flows from financing activities		
Repayment of loan	429,463	579,926
Finance cost	0	0
	429,463	579,926
Net increase in cash and cash equivalents	0	0
cash and cash equivalents at beginning	1,879	1,879
cash and cash equivalents at end	1,879	1,879
cash and cash equivalents as on Mar 16	1,879	1,879
Diff	0	0

CONCORD ENVIRO MEXICO S.A. DE C.V.		
<u>SCHEDULE FORMING PART OF THE PROFIT & LOSS ACCOUNT</u>		
<u>PARTICULARS</u>	<u>31.03.2022</u>	<u>31.03.2021</u>
	PESO	PESO
<u>SCHEDULE H</u>		
<u>STAFF COST</u>		
FRANCISCO E	128,481	337,270
MIGULE SOLIS	249,959	156,083
	378,440	493,354
<u>SCHEDULE I</u>		
<u>OPERATING AND OTHER EXPENSES</u>		
MISC EXP	20,724	-
PROFESSIONAL CHARGES		30,470
SOCIAL SECURITY	42,114	27,846
	62,838	58,316

CONCORD ENVIRO S.A. DE C.V.

SCHEDULES FORMING THE PART OF BALANCE SHEET AS ON 31.03.2022

FIXED ASSETS

PARTICULAR	RATE	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		AS ON 01.04.2021	ADDITION	DELETION	AS ON 31.03.2022	AS ON 01.04.2021	FOR THE YEAR	DELETION FOR YEAR	AS ON 31.03.2022	AS ON 31.03.2022	AS ON 31.03.2021
Plant & Mach	10.00%	135,298	0		135,298	77,056	5,824		82,880	52,416	58,240
Computer	30.00%	17,671	0		17,671	16,613	317		16,930	741	1,058
TOTAL		152,967	0	0	152,967	93,669	6,141	0	99,810	53,157	59,298