

**DECIPHER SOFTWARE SOLUTIONS LLC**

**AUDITED FINANCIAL STATEMENTS**

**FOR THE TWELVE MONTHS ENDED MARCH 31, 2021**

**VBC & COMPANY,**  
Certified Public Accountants  
A Professional Corporation  
97, Cedar Grove Lane, Suite 202,  
Somerset, NJ 08873.  
email: [balav@vbccpa.com](mailto:balav@vbccpa.com)

# **DECIPHER SOFTWARE SOLUTIONS LLC**

## **TABLE OF CONTENTS**

Independent Auditor's Report	3 - 4
Financial Statements	
Balance Sheet	5
Statement of Income and Retained Earnings	6
Statement of Cash Flows	7
Statement of Changes in Member's Equity	8
Notes to Financial Statements	9 -15
Independent Auditor's Report on Supplemental Information	16
Supplementary Schedule	17

**VBC & COMPANY**  
Certified Public Accountants  
A Professional Corporation  
97 Cedar Grove Lane, Suite 202  
Somerset, NJ 08873

**INDEPENDENT AUDITOR'S REPORT**

**To the Member of,**  
Decipher Software Solutions LLC,  
Suite # 101, Southfield Center,  
One Cragwood Road,  
South Plainfield, NJ 07080

**Opinion**

We have audited the accompanying financial statements of Decipher Software Solutions LLC, which comprise the balance sheets as of March 31, 2021 and the related statements of income, retained earnings, and cash flows for the twelve months ended March 31, 2021, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Decipher Software Solutions LLC as of March 31, 2021, and the results of its operations and its cash flows for the twelve months ended in accordance with accounting principles generally accepted in the United States of America.

**Basis for Opinion**

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Decipher Software Solutions LLC and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Decipher Software Solutions LLC's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

**VBC & COMPANY**  
Certified Public Accountants  
A Professional Corporation  
97 Cedar Grove Lane, Suite 202  
Somerset, NJ 08873

**Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Decipher Software Solutions LLC's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Decipher Software Solutions LLC's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.



---

**VBC & Company**  
Certified Public Accountants  
Somerset, New Jersey  
June 26, 2021

**DECIPHER SOFTWARE SOLUTIONS LLC**  
**BALANCE SHEET**  
**AS ON MARCH 31, 2021**

<b>Current Assets</b>	
Cash and cash equivalents	\$ 886,253
Accounts receivable, net	1,530,442
Employee advances	10,000
<b>Total current assets</b>	<b><u>2,426,695</u></b>
Goodwill, net of accumulated amortization	370,809
Other receivables	1,678,705
<b>Total other assets</b>	<b><u>1,678,705</u></b>
<b>Total assets</b>	<b><u><u>\$ 4,476,208</u></u></b>
<b>Current liabilities</b>	
Accounts payable and accrued liabilities	\$ 424,766
Accrued payroll and payroll taxes	513,190
Accrued income taxes	134,014
Due to related parties	42,704
Line of Credit	150,476
Other current liabilities	8,558
<b>Total current liabilities</b>	<b><u>1,273,708</u></b>
<b>Long term liabilities</b>	
Notes payable	1,758,000
<b>Total long term liabilities</b>	<b>1,758,000</b>
<b>Member's equity</b>	
Units, \$1 par value, 2,000 units authorized, 2,000 units issued and outstanding	
Member's capital	1,181,767
Retained earnings	262,734
<b>Total member's equity</b>	<b><u>1,444,501</u></b>
<b>Total liabilities and member's equity</b>	<b><u><u>\$ 4,476,208</u></u></b>

(See report of Independent auditor's and accompanying notes to financial statements)

**DECIPHER SOFTWARE SOLUTIONS LLC**  
**STATEMENT OF INCOME**  
**FOR THE TWELVE MONTHS ENDED MARCH 31, 2021**

<b>Revenue</b>	
Consulting income	\$ 6,869,098
Other Income	28,989
<b>Total Revenue</b>	<u><b>6,898,087</b></u>
Cost of sales	5,917,430
<b>Gross profit</b>	<u><b>980,658</b></u>
General and administrative expenses	569,098
<b>Income before depreciation and tax</b>	<u><b>411,559</b></u>
Interest expense	127,078
Amortization	42,536
<b>Income before income taxes</b>	<u><b>241,945</b></u>
Provision for income taxes	89,749
<b>Net income</b>	<u><u><b>\$ 152,196</b></u></u>
<b>Beginning retained earnings</b>	<b>110,538</b>
Distributions	-
<b>Ending retained earnings</b>	<u><u><b>\$ 262,734</b></u></u>

(See report on Independent auditor's and accompanying notes to financial statements)

**DECIPHER SOFTWARE SOLUTIONS LLC**  
**STATEMENT OF CASH FLOWS**  
**FOR THE TWELVE MONTHS ENDED MARCH 31, 2021**

<b>Cash flow from operating activities</b>	
Net income after taxes	\$ 152,196
Adjustments to reconcile net income to net cash used in operating activities:	
Depreciation and amortization	42,536
<b>Changes in operating assets and liabilities:</b>	
Trade and other receivables	375,057
Accounts payable, accrued expenses	(484,029)
Accrued payroll and related costs	63,139
Accrued income taxes	89,749
Other liabilities	(2,896)
<b>Net cash provided by / (used in) operating activities</b>	<b><u>235,752</u></b>
<b>Net cash provided by / (used in) investing activities</b>	<b><u>-</u></b>
<b>Cash flow from financing activities</b>	
Proceeds from Notes payable	1,758,000
Repayment of term loan	(222,222)
Repayment of Line of Credit (net)	(781,185)
Proceeds from related parties (net)	42,704
Loan to employees	(299,487)
<b>Net cash provided by / (used in) financing activities</b>	<b><u>497,810</u></b>
Increase/(decrease) in cash and cash equivalents	<b><u>733,562</u></b>
<b>Cash and cash equivalents, beginning of period</b>	<b>\$ 152,691</b>
<b>Cash and cash equivalents, end of period</b>	<b><u>\$ 886,253</u></b>
<b>Interest paid</b>	<b>116,644</b>
<b>Taxes paid</b>	<b>-</b>

(See report on Independent auditor's and accompanying notes to financial statements)

**DECIPHER SOFTWARE SOLUTIONS LLC  
STATEMENT OF CHANGES IN MEMBER'S EQUITY  
FOR THE TWELVE MONTHS ENDED MARCH 31, 2021**

	<b>For the three months ended, Mar 31, 2021</b>
<b>Member's capital account</b>	
Balance, beginning of year	\$ 1,181,767
<b>Balance, end of year</b>	<u>1,181,767</u>
<b>Retained earnings</b>	
Balance, beginning of year	110,538
Net income for the year	152,196
<b>Balance, end of year</b>	<u>262,734</u>
<b>Total member's equity</b>	<u><u>\$ 1,444,501</u></u>

(See report on Independent auditor's and accompanying notes to financial statements)

**DECIPHER SOFTWARE SOLUTIONS LLC**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE TWELVE MONTHS ENDED MARCH 31, 2021**

**Note A - Summary of Significant Accounting Policies**

**Nature of Operations**

Decipher Software Solutions LLC (the "Company") was formed effective March 05, 2007, as a Florida Limited Liability Company. The Company was acquired by Decipher Labs Limited (erstwhile Combat Drugs Limited (India)), (100%) with effect from December 20, 2019. The Company provides software engineering and consulting services on both project and hourly basis. The market for the Company's services is characterized by rapidly changing technology, evolving industry standards, and new product introductions. The Company's market is intensely competitive. The Company's success will depend on its ability to enhance and market existing services and introduce new services to meet changing customer requirements and evolving standards.

**Accounting Policies**

These financial statements are prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America ("GAAP"); consequently, revenues are recognized when services are rendered and expenses reflected when cost are incurred. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard require a change in accounting policy hitherto in use.

**Concentration of Credit Risk**

The Company maintains cash in bank deposit accounts which, at times, may exceed federally insured limits. The Company has not experienced any losses in such accounts. The Company believes it is not exposed to any significant credit risk on cash and cash equivalents. With respect to trade receivables, the Company generally does not require collateral because the majority of the Company's customers are well established companies operating in a variety of industries and geographic regions.

**Use of Estimates**

The Company's management makes estimates and assumptions in preparation of its financial statements in conformity with accounting principles generally accepted in the United States of America. These estimates and assumptions may affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities as of the date of the financial statements, and reported amounts of revenues and expenses during the respective reporting periods. Actual results could differ from those implicit in the estimates and assumptions.

**Cash and Cash Equivalents**

The Company considers cash and highly liquid debt instruments with original maturities of three months or less to be cash equivalents. The Company places its temporary cash and cash equivalents with high credit quality financial institutions.

**Financial Instruments**

The Company's financial instruments including cash and cash equivalents, accrued expenses, accounts receivable, accounts payable and lines of credit debt, all of which approximate fair value at the balance sheet dates.

**Accounts Receivable**

The Company routinely assesses the financial strength of its customers and does not require collateral or other security to support customer receivables. Credit losses are provided for in the financial statements based upon the age of the receivable and specific circumstances surrounding the collection of an invoice. Actual collection on accounts may differ from the Company's estimate of the amount collectible.

**Allowance for Doubtful Accounts**

The allowance for doubtful accounts reflects the Company's best estimate of probable losses inherent in the accounts receivable balance. The Company determines the allowance based on known troubled accounts, historical experience, and other currently available evidence. The allowance for doubtful accounts as of March 31, 2021 was \$ 194,549.

**Property and Equipment**

Property and equipment, consisting of computers, furniture and equipment, are stated at cost. Improvements which substantially increase the useful lives of assets are capitalized. Maintenance and repairs are expensed as incurred. Upon retirement or disposal, the related cost and accumulated

**DECIPHER SOFTWARE SOLUTIONS LLC**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE TWELVE MONTHS ENDED MARCH 31, 2021**

depreciation are removed from the respective accounts and any gain or loss is recorded.

**Depreciation/Amortization**

Depreciation on all property and equipment is calculated using the straight-line method over the estimated useful lives of the assets which range from five to seven years. The Company amortizes goodwill, (purchased or merger related) over ten year period.

Depreciation expense for the twelve months ended March 31, 2021 was Zero. Amortization expense for twelve months ended March 31, 2021 was \$ 42,536.

**Revenue Recognition**

In May 2014, the FASB issued an update to ASC 606, Revenue from Contracts with Customers, further amended in July 2015. This update to ASC 606 provides a five-step process to determine when and how revenue is recognized. The core principle of the guidance is that a Company should recognize revenue upon transfer of promised goods or services to customers in an amount that reflects the expected consideration to be received in exchange for those goods or services. This update to ASC 606 will also result in enhanced disclosures about revenue, providing guidance for transactions that were not previously addressed comprehensively, and improving guidance for multiple-element arrangements. Effective Jan 01, 2019, the Company adopted Accounting Standards Update (“ASU”) No. 2014-09, Revenue from Contracts with Customers, using the modified retrospective method. The adoption allows companies to apply the new revenue standard to reporting periods beginning in the year the standard is first implemented, while prior periods continue to be reported in accordance with previous accounting guidance. Since the adoption of Accounting Standards Codification (“ASC”) 606 did not have a significant impact on the recognition of revenue, the Company did not have an opening retained earnings adjustment.

The Company generates most of its revenues from Technology Staffing, and IT Services. Comprehensive revenue recognition model is designed to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Revenues are recognized as control of the promised service is transferred to customers, in an amount that reflects the consideration expected in exchange for the services. Revenues from contract assignments are recognized over time, based on hours worked by the Constituent’s contract professionals. The performance of the requested service over time is the single performance obligation for assignment revenues. Revenues are recognized net of variable consideration to the extent that it is probable that a significant reversal of revenues will not occur in subsequent periods. The Constituent recognizes revenue for fixed-price contracts using percentage of completion method. Under this method of revenue recognition, the Constituent estimates the progress towards completion to determine the amount of revenue and profit to recognize on all significant contracts. The Constituent’s utilizes a cost-to-cost approach in applying the percentage-of-completion method, under which revenue is earned in proportion to total costs incurred, divided by total costs expected to be incurred. The recognition of profit is dependent upon the accuracy of a variety of estimates, including software development progress, achievement of milestones and other incentives, penalty provisions, labor productivity and cost estimates. Such estimates are based on various judgments that the Constituents makes with respect to those factors and are difficult to accurately determine until the project is significantly underway. Due to uncertainties, inherent in the estimation process, it is possible that actual completion costs may vary from estimates. If estimated total costs on any contract indicate a loss, the Constituents charges the entire estimated loss to operations in the period the loss first becomes known.

The Constituents recognizes most of its revenue on a gross basis when it acts as a principal in its transactions. The Constituents has direct contractual relationships with its customers, bears the risks and rewards of its arrangements, has the discretion to select the contract professionals and establish the price for the services to be provided. The Constituents primarily provides services through its employees and through subcontractors; the related costs are included in cost of sales. The Company includes billable expenses (out-of-pocket reimbursable expenses) in revenue and the associated expenses are included in cost of sales.

**Unbilled Revenues**

If any are classified as accounts receivables on the balance sheet, represents services rendered prior to being invoiced due to certain contractual restrictions. Unbilled revenue as of March 31, 2021 was \$ 626,988.

**Cost of Revenues**

The costs of revenues are classified as cost of sales on the income statement, and consist primarily of

**DECIPHER SOFTWARE SOLUTIONS LLC**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE TWELVE MONTHS ENDED MARCH 31, 2021**

employee costs and sub-contractors' costs, and other costs incurred in connection with the execution of assignments.

**Customer and Business Concentration**

Financial instruments that potentially subject the company to concentration of credit risk consist principally of cash and trade receivables. Credit risks associated with trade receivables is minimal due to the Company's large customer base and ongoing procedures, which monitor the credit worthiness of its customers. For the twelve months ended March 31, 2021, revenue from the top five customers was \$ 2,821,424 (41% of net revenues).

As of March 31, 2021 accounts receivable due from these customers was \$ 328,228 (21% of net accounts receivable).

**Income Taxes**

The Company elected to be taxed as a "C" corporation with effect from December 20, 2019. The Company accounts for income taxes pursuant to the provisions of ASC 740, Accounting for Income Taxes. Deferred tax liabilities and assets are recognized for future tax consequences attributable to differences between the financial statement carrying amounts of assets and liabilities and their tax bases. Any deferred tax assets recognized for net operating loss carry-forwards and other items are reduced by a valuation allowance when it is more likely than not that the benefits may not be realized. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected. The Company recognizes deferred tax assets to the extent that it believes that these assets are more likely than not to be realized. In making such a determination, the Company considers all available positive and negative evidence, including future reversals of existing taxable temporary differences, projected future taxable income, tax-planning strategies, and results of recent operations. If the Company determines that it would be able to realize its deferred tax assets in the future in excess of their net recorded amount, the Company would make an adjustment to the deferred tax asset valuation allowance, which would reduce the provision for income taxes. There are no deferred tax assets or liabilities as of March 31, 2021 as there are no material timing differences.

**Impairment of Intangibles**

The Company assesses at each balance sheet date whether there is any indication that any intangible assets including goodwill may be impaired. If any such indication exists, the carrying value of such assets is reduced to its recoverable amount and the amount of such impairment loss is charged to the Income statement. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, then such loss is reversed and the asset is restated to that effect.

For the twelve months ended March 31, 2021 there are no charges towards impairment of intangibles.

**Provisions and Contingent Liabilities**

The Company recognizes a provision when there is a present obligation as a result of a past event that probably requires outflow of resources, which can be reliably estimated. Disclosures for a contingent liability is made, without a provision in books, when there is an obligation that may, but probably will not, require outflow of resources. Contingent assets are neither recognized nor disclosed in the financial statements.

**Impact of New Accounting Standards**

In February 2016, the FASB issued ASU No 2016-02, which introduces a lessee model that brings substantially all leases into the balance sheet. Under the new standard, a lessee will recognize on its balance sheet a lease liability and a right of use of all asset for all leases, including operating leases, with a greater term than 12 months. The new standard will also distinguish leases as either finance leases or operating leases. This distinction will affect how leases are measured and presented in the income statement and statement of cash flows. ASU No. 2016-02 is effective for annual and interim periods in fiscal year beginning after December 15, 2021. Due to the challenges related to the coronavirus pandemic, on April 8, 2020, FASB has deferred the effective date to fiscal years beginning after December 15, 2021. The Management is still assessing the potential impact that ASU No 2016-02 will have on its financial statements and disclosures.

**Note B – Acquisition**

On December 20, 2019, Pavan Mantripragada (49%) and Janaki Yenamandra (51%) (totalled to 100% of membership interest in Decipher Software Solutions LLC) agreed to sell their entire membership interest

**DECIPHER SOFTWARE SOLUTIONS LLC**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE TWELVE MONTHS ENDED MARCH 31, 2021**

in Decipher Software Solution LLC to Decipher Labs Limited (erstwhile Combat Drugs Limited), an entity registered in India. The agreed purchase consideration was preferential allotment of 2,100,000 equity shares of Combat Drugs Limited at Indian Rupees 40 per share, which was valued at \$ 1,181,767 as on December 20, 2019. The allocation of purchase consideration to the net assets of the Company as on December 20, 2019 was as follows:

	<b>Total</b>
<b>Current Assets</b>	
Cash and cash equivalents	\$ 14,720
Accounts receivable, net	2,052,938
Property and equipment, net	2,293
Other receivables	1,329,995
<b>Current Liabilities</b>	
Accounts payable and accrued liabilities	(1,199,193)
Accrued payroll and payroll taxes	(245,764)
Short term borrowings	(319,444)
Line of Credit	(705,093)
Other current liabilities	(1,996)
Notes payable	(172,066)
<b>Net Assets</b>	<b>\$ 756,390</b>
Purchase consideration	\$ 1,181,767
<b>Goodwill</b>	<b>\$ 425,377</b>

**Note C - Advertising Costs**

Costs for producing and communicating advertising for the Company's brand and products are charged to general and administrative (G&A) expenses as they are incurred. During the twelve months ended March 31, 2021, company incurred advertisement expenditure of \$ 10,200.

**Note D – Other receivables**

As of March 31, 2021, the Company has to receive \$ 1,678,805 from the previous owner Pavan Mantripragada. The breakup of other receivables is as follows.

<b>Other Receivables</b>	<b>As of March 31, 2021</b>
Within one year	\$ 167,981
1-2 years	167,981
2-3 years	167,981
3-4 years	167,981
4-5 years	167,981
More than 5 years	838,800
<b>Total</b>	<b>\$ 1,678,805</b>

**Note E - Property and Equipment**

Property and equipment consisted of:

	<b>As of March 31, 2021</b>
Computer equipment	\$ 7,197
Furniture & Fixtures	13,876
Vehicle	37,878
<b>Total assets</b>	<b>58,951</b>
Less: Accumulated depreciation	(58,951)
<b>Property and Equipment, net</b>	<b>\$ -</b>

Depreciation expense for the twelve months ended March 31, 2021 was Zero.

**Note F - Commitments and contingent liabilities**

**Operating Leases**

The Company has several non-cancellable leases for its office space and vehicles. Rent expense for the office space and vehicles is recognized equally over the lease term. Future minimum rental commitments

**DECIPHER SOFTWARE SOLUTIONS LLC  
NOTES TO FINANCIAL STATEMENTS  
FOR THE TWELVE MONTHS ENDED MARCH 31, 2021**

under the non-cancellable lease are as follows:

	<b>As of March 31, 2021</b>
Within one year	\$ 21,600
1-2 years	21,600
2-3 years	16,200
<b>Total</b>	<b>\$ 59,400</b>

The rent expense for the year ended March 31, 2021 was \$ 7,963.

The Company does not have any material outstanding capital commitments and contingent Liabilities as on the date of the Balance Sheet.

**Note G – Accounts Receivable Purchasing Agreement**

On May 20, 2019 Decipher Software Solutions LLC entered into an accounts receivable purchasing agreement with Seacoast business funding (a division of Seacoast National bank, financial institution). As per the agreement, Seacoast business funding will advance against the eligible accounts receivable and, the total facility is capped at \$ 3,000,000 at any given time. The eligible accounts receivable will be discounted at 0.12% of the face value of the purchased accounts for the first thirty days that it remains outstanding and then at 0.004% for each additional day that the invoice remains outstanding. Any invoice outstanding beyond ninety days will be charged back to the company. The financial institution will also charge a fee based on the daily balance of outstanding obligations at the base index plus 4.75%. Base index is rate equal to London Interbank Offered Rate ("LIBOR") rate or 2% whichever is higher.

As of March 31, 2021, the amount of net advance outstanding was \$ 151,580. Interest and fee incurred for the twelve months ended March 31, 2021 was \$ 36,809.

**Note H – Paycheck Protection Program(PPP) Loan**

The company on April 28, 2020 and March 18, 2021, had received a loan of \$ 879,000 and \$879,000 respectively under the "Paycheck Protection Program (PPP) 1 and 2, issued under the Coronavirus Aid, Relief, and Economic Security Act (CARES Act)". As per the promissory note issued, the PPP Loan carries an interest rate of 1% with a monthly repayment schedule of \$ 49,466.95 per month beginning seven months from the month of the note issued. The said PPP Loan together with interest qualifies for forgiveness (subject to compliance with certain terms and conditions) as per the provisions of CARES Act and the related guidance issued by the Small Business Administration ("SBA"). In accordance with the recent guidance issued by the SBA the Company can hold off on repaying the loan (although interest will continue to accrue) till it receives a response from the SBA on the forgiveness application.

Interest accrued for the year ended ended March 31, 2021 was \$ 8,149. The loan amount outstanding as of March 31, 2021 was \$ 1,758,000.

The company on May 14, 2020 received an advance of \$ 10,000 from Small Business Administration, under Economic Injury Disaster Loan (EIDL), which has been shown as other income in the Statement of income, as the same as under the Consolidated appropriation Act signed into law in December 2020, such advances was forgiven.

**Note I – Short term borrowings**

Company had borrowed \$ 500,000 from S G Credit Solutions LLC on 23rd May 2019 for working capital needs. The loan is repayable in thirty-six bi-weekly installments (Maturity date: 06th October 2020, extended till December 15, 2020 on same terms). The bi -weekly installment is \$ 18,889 out of which \$ 13,889 is towards principal and \$ 5,000 is towards Interest. The Principal balance outstanding as of March 31, 2021 was Zero. Interest paid for the twelve months ended March 31, 2021 was \$ 80,000.

**Note J - Retirement Benefits**

The Company adopted a 401(k)-profit sharing plan for its employees effective April 1, 2016. Employees who are aged 21 or above are eligible to participate in the plan, if they are employed with the Company for three consecutive months. The Company's contribution during the twelve months ended March 31, 2021 was \$ 105,936.

**Note K – Related party transactions**

In the ordinary course of business, the company has taken/provided temporary advances to the entities,

**DECIPHER SOFTWARE SOLUTIONS LLC**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE TWELVE MONTHS ENDED MARCH 31, 2021**

which are under common management. The balance outstanding as of March 31, 2021

	Receivable/ (Payable)	As of March 31, 2021
Global Information Technology Inc.	(Payable)	\$ (70,700)
Tekintel	(Payable)	-
Vitpro LLC	Receivable	30,000
Net Interest payable	(Payable)	(2,000)
<b>Net payable</b>	<b>(payable)</b>	<b>\$ (42,700)</b>

The interest expense for twelve months ended March 31, 2021, was \$ 2,285. There are no specific repayment terms for amount receivable/payable from/to related parties.

**Note L - Income Taxes**

The components of the provision for income taxes for the period is as follows:

	For the year ended March 31, 2021
<b>Current taxes</b>	
Income tax provision- Federal	\$ 61,913
Income tax provision- State	27,836
<b>Total – Current</b>	<b>\$ 89,749</b>

**Uncertain tax positions:** As of the report date, the Company does not have any uncertain tax liabilities or benefits that could materially affect the effective tax rate. The fiscal years 2021 and 2020 were open as of date of report. Management regularly assesses the tax risk of the company's return filing positions for all open years.

**Note M – Subsequent Events**

The Company has evaluated subsequent events through June 26, 2021 the date on which the financial statements were available to be issued. The company does not have any reportable events occurring after March 31, 2021.

**Impact of COVID-19 Pandemic:** The COVID-19 outbreak in early 2020 has adversely affected, and may continue to adversely affect economic activity globally, nationally and locally. The management is continuously monitoring the impact of the pandemic on its financial statements. These economic and market conditions and other effects of the COVID-19 outbreak may adversely affect the Company. As of the date of this report, the Company has not faced any material impact to its business. At this point, the extent to which COVID-19 may impact the Company's business is uncertain.

The Management is not aware of any other matter or circumstance, other than those which are disclosed above or not otherwise dealt with in the Financial Statements that has significantly or may significantly affect the operations of the company in the subsequent years, the financial effects of which has not been provided for as of the March 31, 2021.

**Note N – Member's Capital**

The 100% of the member's interest is held by Combat Drugs Limited, an entity registered in India. The member's capital account as on March 31, 2021 was \$ 1,181,767.

**Note O – Segment Revenues**

The Company's operations comprise only of software testing, engineering and consulting services on both project and hourly basis and the financial statements reflect the performance for the segment as such. Segments are identified taking into account the nature of the business, the differing risks and returns, the organization structure and internal reporting system. Accordingly, the Company has considered only one business segment as the primary segment. The Company presently caters to the domestic market and hence there are no reportable Geographic segments.

**Note P – Risks and Uncertainties of Doing Business**

Many of the Company's engagements involve projects that are critical to the operations of its customers' businesses and provide benefits that may be difficult to quantify. Any failure in a customer's system could result in a claim for substantial damages against the Company, regardless of the Company's responsibility

**DECIPHER SOFTWARE SOLUTIONS LLC  
NOTES TO FINANCIAL STATEMENTS  
FOR THE TWELVE MONTHS ENDED MARCH 31, 2021**

for such failure. Although the Company attempts to limit contractually its liability for damages arising from errors, mistakes or omissions in rendering its information technology services, there can be no assurance that the limitations of liability set forth in its services contracts will be enforceable in all instances or would otherwise protect the Company from liability for damages. The successful assertion of one or more large claims against the Company that exceed available insurance coverage, or changes in the Company's insurance policies, including premium increases or the imposition of large deductible or co-insurance requirements, could adversely affect the Company's business, financial condition and results of operations.

**Note Q – Comparative Statements**

As this is the first full year of audit, comparative numbers have not been presented.

**VBC & COMPANY**  
Certified Public Accountants  
A Professional Corporation  
97 Cedar Grove Lane, Suite 202  
Somerset, NJ 08873

**INDEPENDENT AUDITOR'S REPORT ON  
SUPPLEMENTAL INFORMATION**

**To the Member of,**  
Decipher Software Solutions LLC,

Our report on our audit of the basic financial statements of Decipher Software Solutions LLC, for the twelve months ended March 31, 2021 appears on pages 3 & 4. That audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental information representing Cost of Sales and Selling, General and Administration expenses are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such supplemental information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The supplemental information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such supplemental information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental information is fairly stated in all material respects in relation to the financial statements as a whole.



**VBC & Company**  
Certified Public Accountant  
Somerset, New Jersey  
June 26, 2021

**DECIPHER SOFTWARE SOLUTIONS LLC  
SUPPLEMENTARY SCHEDULES  
FOR THE TWELVE MONTHS ENDED MARCH 31, 2021**

<b>Cost of sales</b>	
Staff wages and benefits	4,338,913
Outside services	1,578,516
<b>Total cost of sales</b>	<b><u>\$ 5,917,430</u></b>
<b>General &amp; administrative expenses</b>	
Advertisement and promotions	10,200
Bank service charges	3,372
Dues and subscriptions	4,563
Insurance	16,246
Legal and professional fees	271,337
Office expenses	20,023
Provision for doubtful debts	95,984
Rent	7,963
Staff wages and benefits - support	110,872
Travel	24,624
Utilities	3,914
<b>Total general &amp; administrative expenses</b>	<b><u>\$ 569,098</u></b>

(See report on Independent auditor's, report on supplementary schedules and accompanying notes to financial statements)