

INFOBEANS TECHNOLOGIES DMCC
FINANCIAL STATEMENTS AND REPORTS
YEAR ENDED 31 DECEMBER 2022

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INFOBEANS TECHNOLOGIES DMCC

MANAGER'S REPORT YEAR ENDED 31 DECEMBER 2022

The Manager submits the annual report and accounts for the year ended 31 December 2022. The Manager approves the financial statements and confirms that he is responsible for these, including selecting the accounting policies and making the judgments underlying them. The Manager confirms that he has made available all relevant accounting records and information for their compilation.

Management of the company

The management of the company is entrusted with Mr. Manish Malpani in accordance with the Memorandum and Articles of Association of the company, which continues to be in operation.

Financial results

	2022 AED	2021 AED
Revenue	9,003,431	4,037,303
Profit for the year	419,336	107,938

Review of the business

The company's primary activity is Information Technology Consultants, Internet Consultancy, Computer Consultancies, Web-Design, Software House and Data Entry Services.

Events since the end of the year

There are no significant events since the end of the year that materially affect the financial position.

Shareholders and their interests

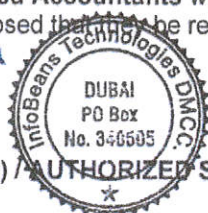
The name of the shareholder as at 31 December 2022 and his interest as at that date in the share capital of the company was as follows:

Name of the shareholder	No. of shares	AED
InfoBeans Technologies Limited, India	200	200,000
Total	200	200,000

Auditors

ASR Chartered Accountants were appointed as independent auditors for the year ended 31 December 2022 and it is proposed that they be re-appointed for the year ending 31 December 2023.

MANAGER(S) / AUTHORIZED SIGNATORY



INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF INFOBEANS TECHNOLOGIES DMCC

Report on the financial statements

We have audited the accompanying financial statements of INFOBEANS TECHNOLOGIES DMCC, which comprise the statement of financial position as at 31 December 2022 and the statement of comprehensive income, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes set out on pages 3 to 12.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 the entities internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation for the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of INFOBEANS TECHNOLOGIES DMCC as of 31 December 2022 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Report on the other legal and regulatory requirements

We further confirm that financial statements comply with the implementing rules and regulations issued by the Dubai Multi Commodities Centre Authority and proper books of account have been kept by the company and the contents of the report of the manager relating to these financial statements are in agreement with the books of account. To the best of our knowledge and belief no violations of the articles of association of the company or the regulations of the Dubai Multi Commodities Centre, Dubai U.A.E have occurred during the year, which would have had a material effect on the business of the company or on its financial position.

Dubai
United Arab Emirates
Ref: AAR- 1200



ASR - Chartered Accountants
ASR CHARTERED ACCOUNTANTS
Regn# 529

INFOBEANS TECHNOLOGIES DMCC

STATEMENT OF FINANCIAL POSITION 31 DECEMBER 2022

	Notes	2022 AED	2021 AED
NON - CURRENT ASSETS		---	---
CURRENT ASSETS		2,741,274	2,268,875
Trade and other receivables	3	1,406,916	1,313,460
Cash and cash equivalents	4	1,334,358	955,415
TOTAL ASSETS		<u>2,741,274</u>	<u>2,268,875</u>
CURRENT LIABILITIES		1,880,678	1,827,615
Trade and other payables	6	1,880,678	1,827,615
SHAREHOLDER'S FUNDS		860,596	441,260
Share capital	7	200,000	200,000
Retained earnings		<u>660,596</u>	<u>241,260</u>
Equity funds		860,596	441,260
TOTAL EQUITY AND LIABILITIES		<u>2,741,274</u>	<u>2,268,875</u>

The accompanying notes form an integral part of these financial statements.
The report of independent auditors is set forth on page 2.

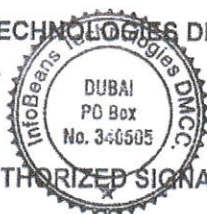
We confirm that we are responsible for these financial statements, including the accounting policies and making judgments underlying them. We further confirm that we have made available all relevant accounting records and information for their compilation.

Approved by the management on:

24/07/2023

For INFOBEANS TECHNOLOGIES DMCC

Manish



DIRECTOR(S) / AUTHORIZED SIGNATORY

INFOBEANS TECHNOLOGIES DMCC

STATEMENT OF COMPREHENSIVE INCOME YEAR ENDED 31 DECEMBER 2022

	Notes	2022 AED	2021 AED
REVENUE		9,003,431	4,037,303
Cost of services		(6,644,431)	(2,792,094)
GROSS PROFIT		2,359,000	1,245,209
Staff costs	8	(1,757,002)	(1,015,575)
Operating expenses	9	(182,662)	(121,696)
PROFIT FOR THE YEAR		419,336	107,938
Other comprehensive income		---	---
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		419,336	107,938

The accompanying notes form an integral part of these financial statements.
The report of the independent auditor is set forth on page 2.



INFOBEANS TECHNOLOGIES DMCC

STATEMENT OF CHANGES IN EQUITY YEAR ENDED 31 DECEMBER 2022

	Share capital AED	Retained earnings AED	Total AED
As at 31 Dec 2020	<u>200,000</u>	<u>134,033</u>	<u>334,033</u>
Prior period adjustment	---	(711)	(711)
Profit for the year	---	107,938	107,938
As at 31 Dec 2021	<u>200,000</u>	<u>241,260</u>	<u>441,260</u>
Profit for the year	---	419,336	419,336
As at 31 Dec 2022	<u>200,000</u>	<u>660,596</u>	<u>860,596</u>

The accompanying notes form an integral part of these financial statements.
The report of the independent auditors is set forth on page 2.



INFOBEANS TECHNOLOGIES DMCC

CASH FLOW STATEMENT YEAR ENDED 31 DECEMBER 2022

	Notes	2022 AED	2021 AED
Cash flows from operating activities			
Cash generated from operations	10	378,943	104,872
Net cash generated from operating activities (A)		378,943	104,872
Cash flows from investing activities			
Net cash generated from investing activities (B)		---	---
Cash flows from financing activities			
Net cash generated from financing activities (C)		---	---
Net increase in cash and cash equivalents (A+B+C)		378,943	104,872
Cash and cash equivalents at beginning of the year		955,415	850,543
Cash and cash equivalents at end of the year	4	<u>1,334,358</u>	<u>955,415</u>

The accompanying notes form an integral part of these financial statements.
The report of the independent auditors is set forth on page 2.



INFOBEANS TECHNOLOGIES DMCC

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 DECEMBER 2022

1. LEGAL STATUS AND BUSINESS ACTIVITY

- a) INFOBEANS TECHNOLOGIES DMCC is incorporated as a company with Dubai Multi Commodities Centre Authority, Government of Dubai, U.A.E under license no. DMCC – 164995 with effect from 13 January 2016. The registered office of the company is situated at Unit No. I5-PF-36, Detached Retail I5, Plot No – JLT-PH1-RET-I5, Jumeirah Lakes Towers, Dubai, United Arab Emirates.
- b) The company's primary activity is Information Technology Consultants, Internet Consultancy, Computer Consultancies, Web-Design, Software House and Data Entry Services.
- c) The company is 100% owned by InfoBeans Technologies Limited, (Represented by Mr. Manish Malpani)

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements are prepared under the historical cost convention and in accordance with International Financial Reporting Standards issued or adopted by the International Accounting Standards Board (IASB) and which are effective for accounting years beginning on or after 1st January 2022 and the requirements of UAE Commercial Companies Law of 1984, as amended and the implementing rules and regulations of the Dubai Multi-Commodities Centre Authority, Dubai U.A.E. The significant accounting policies adopted, and that has been consistently applied, are as follows:

a) Revenue

Revenue represents net amount invoiced for Information Technology Consultants, Internet Consultancy, Computer Consultancies, Web-Design, Computer Software House and Data Entry Services provided during the year.

b) Leases

Leases under which substantially all the risks and rewards of ownership of the related asset remain with the lessor are classified as operating leases and the lease payments are charged to the income statement on a straight-line basis over the year of lease.

c) Foreign currency transactions

Transactions in foreign currencies are translated into UAE Dirham at the rate of exchange ruling on the date of the transactions.

Monetary assets and liabilities expressed in foreign currencies are translated into UAE Dirham at the rate of exchange ruling at the date of statement of financial position.

Gains or losses resulting from foreign currency transactions are taken to the statement of comprehensive income.

d) Cash and cash equivalents

Cash and cash equivalents comprise cash, bank current accounts, and bank deposits free of encumbrance with a maturity date of three months or less from the date of deposit.

e) Financial instruments

Financial assets and financial liabilities are recognised when, and only when, the company becomes a party to the contractual provisions of the instrument. Financial assets are de-recognised when, and only when, the contractual rights to receive cash flows expire or when substantially all the risks and rewards of ownership have been transferred. Financial liabilities are de-recognised when, and only when, they are extinguished cancelled or expired.



INFOBEANS TECHNOLOGIES DMCC

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 DECEMBER 2022

e) **Financial instruments (Continued)**

Current financial assets that have fixed or determinable payments and for which there is no active market, which comprise trade and other receivables is classified as loans and receivables and are stated at cost or, if the impact is material, at amortized cost using the effective interest method, less any write down for impairment losses plus reversals of impairment losses. Impairment losses and reversals thereof are recognized in the income statement.

Current and non-current financial liabilities which comprise of loans and accruals are measured at cost or, if the impact is material, at amortised cost using the effective interest method.

f) **Significant judgments and key assumptions**

The significant judgments made in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements are as follows:

Impairment

At each statement of financial position date, management conducts an assessment of financial assets to determine whether there are any indications that they may be impaired. In the absence of such indications, no further action is taken. If such indications do exist, an analysis of each asset is undertaken to determine its net recoverable amount and, if this is below its carrying amount, a provision is made. In the case of other receivables, if an amount is deemed irrecoverable, it is written off to the income statement or, if previously provision was made, it is written off against the provision. Reversals of provisions against loans and receivables are made to the extent of the related amounts being recovered.

Key assumptions made concerning the future and other key sources of estimation uncertainty at the statement of financial position that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are as follows:

Impairment

Assessments of net recoverable amounts of all financial assets other than receivables are based on assumptions regarding future cash flows expected to be received from the related assets.



INFOBEANS TECHNOLOGIES DMCC

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 DECEMBER 2022

g) **Adoption of revised and new International Financial Reporting Standards**

The company has applied for the first-time certain standards and amendments, which are effective for annual periods beginning on or after 1 January 2022. The company has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective. Although these new standards and amendments applied for the first time in 2022, they did not have a material impact on the annual financial statements of the company. The following new standards and amendments became effective as of 1 January 2022:

Amendments to IFRS 3 Reference to the Conceptual Framework

Amendments to IAS 16 Property, Plant and Equipment - Proceeds before Intended Use

Amendments to IAS 37 Onerous Contracts - Cost of Fulfilling a Contract

Annual Improvements to IFRS Accounting Standards 2018-2020 Cycle;

- IFRS 1 First-time Adoption of International Financial Reporting Standards (Subsidiary as a First-time Adopter)
- IFRS 9 Financial Instruments (Fees in the '10 per cent' Test for Derecognition of Liabilities)
- IFRS 16 Leases (Lease Incentives)
- IAS 41 Agriculture (Taxation in Fair Value Measurements)

New and revised IFRS Standards in issue but not yet effective:

IFRS 17 (including the June 2020 and December 2021 amendments to IFRS 17) - Insurance Contracts

Amendments to IFRS 10 and IAS 28 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

Amendments to IAS 1 - Classification of Liabilities as Current or Non-current

Amendments to IAS 1 and IFRS Practice Statement 2 - Disclosure of Accounting Policies

Amendments to IAS 8 - Definition of Accounting Estimates

Amendments to IAS 12 - Deferred Tax related to Assets and Liabilities arising from a Single transaction.



INFOBEANS TECHNOLOGIES DMCC

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 DECEMBER 2022

	2022 AED	2021 AED
3. TRADE AND OTHER RECEIVABLES	1,406,916	1,313,460
Trade receivables*	1,289,657	1,071,542
Deposits	18,891	26,803
Prepayments	75,652	47,512
Advances and other receivables	22,716	167,603
* Trade receivables are net of provision for doubtful debts.		
4. CASH AND CASH EQUIVALENTS	1,334,358	955,415
Cash in hand	1,000	1,000
Bank current accounts	1,333,358	954,415
(Balance confirmation from the banks not available)		
5. RELATED PARTY		
The company enters into transactions with entities that fall within the definition of a related party as contained in International Accounting Standard 24. The management considers such transactions to be in the normal course of business. Related party comprises the shareholder. At the statement of financial position date significant balances with related parties were as below;		
Amounts due to related party		
(Grouped under trade payables) (Refer note – 6)		
Due to InfoBeans Technologies Limited, India	1,773,154	1,628,977
Due to InfoBeans CloudTech, India	24,990	---
Significant net transactions with related party during the year:		
Amounts due to related party (net)	169,167	842,871
The above balances are unsecured and expected to be settled in cash.		
6. TRADE AND OTHER PAYABLES	1,880,678	1,827,615
Trade payables*	1,798,144	1,628,977
Accruals and other payables	82,534	198,638
* Includes payable to a related party (Refer note - 5)		
7. SHARE CAPITAL	200,000	200,000
200 shares of AED 1,000/- each	200,000	200,000
(Issued and fully paid up)		
8. STAFF COSTS	1,757,002	1,015,575
Salaries and other staff related costs	1,757,002	1,015,575
9. OPERATING EXPENSES	182,662	121,696
Rent	57,110	47,893
Legal, professional and license fees	10,852	31,024
Insurance	63,119	12,375
Communication	12,696	15,005
Bad debts	---	---
Other administrative expenses	38,885	15,399



INFOBEANS TECHNOLOGIES DMCC

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 DECEMBER 2022

	2022 AED	2021 AED
10. CASH GENERATED FROM OPERATIONS	378,943	104,872
Profit for the year	419,336	107,938
Prior period adjustments:	---	(711)
Operating profit before changes in operating assets and liabilities	419,336	107,227
Increase in trade and other receivables	(93,456)	(1,023,028)
Increase in trade and other payables	53,063	1,020,673
Changes in operating assets / liabilities	(40,393)	(2,355)

11. MANAGEMENT OF CAPITAL

The company's objectives when managing capital are to ensure that the company continues as a going concern and to provide the shareholders with a rate of return on their investments commensurate with the level of risk assumed.

Capital comprises equity funds as presented in the statement of financial position together with amounts due to / due from related parties. Debt comprises total amounts owing to third parties, net of cash and cash equivalents.

The company is subject to imposed capital requirements as per provisions of Regulation no 1/03, issued by the Dubai Multi Commodities Centre Authority. The company has complied with all the capital requirements to which it is subject.

Funds received from related parties net of funds provided to related parties are retained in the business according to the business requirements and maintain capital at desired levels.

12. FINANCIAL INSTRUMENTS

The management conducts and operates the business in a prudent manner, taking into account the significant risks to which the business is or could be exposed.

The primary risks to which the business is exposed, comprise credit, currency, liquidity and cash flow interest rate risks. Credit risk is managed by assessing the creditworthiness of potential customers and the potential for exposure to the market in which they operate, combined with regular monitoring and follow-up.

The company transacts in foreign currencies. Exposure is minimized where possible by denominating such transactions in UAE Dirham or in US Dollar to which the UAE Dirham is pegged.

Management continuously monitors its cash flows to determine its cash requirements and makes comparison with its funded and un-funded facilities in order to manage exposure to liquidity risk.



INFOBEANS TECHNOLOGIES DMCC

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 DECEMBER 2022

12. FINANCIAL INSTRUMENTS (Continued)

Exposures to the abovementioned risks are detailed below:

Credit risk

Financial assets that potentially expose the company to concentrations of credit risk comprise principally bank accounts and other receivables.

The company's bank accounts are placed with high credit quality financial institutions.

Interest rate risk

Reasonably possible changes to interest rates at the statement of financial position date are unlikely to have had a significant impact on profit or equity.

Exchange rate risk

There are no significant exchange rate risks as substantially all financial assets and financial liabilities are denominated in UAE Dirham or in US dollar to which the UAE Dirham is pegged.

Reasonably possible changes to exchange rates at the statement of financial position date are unlikely to have had a significant impact on profit or equity.

Fair values

The fair value of financial instrument is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction. The fair value of the financial assets and financial liabilities which are required to be carried at cost or at amortised cost approximates to their carrying values.

13. CONTINGENT LIABILITIES

Except for ongoing business obligations which are under normal course of business against which no loss is detected, there has been no other known contingent liability or capital commitment on the company's account as at the statement of financial position date.

14. COMPARATIVE FIGURES

Previous year's amounts have been regrouped / reclassified as it is considered that the revised grouping / classification, which has been adopted in the current accounting year, more fairly presents the state of affairs / results of operations.

The amounts in Manager's report and financial statements have been rounded off to the nearest UAE Dirham.

For INFOBEANS TECHNOLOGIES DMCC

DIRECTOR(S) / AUTHORIZED SIGNATORY

