

IND SWIFT LABORATORIES INC.

FINANCIAL STATEMENTS

December 31, 2019



IND SWIFT LABORATORIES INC.

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Vishaw Sondhi CPA, P.C.

100 Broad Street, Eatontown, NJ 07724

Main Office: 100 Broad Street
Eatontown, NJ 07724

Iselin Office: 870 Green Street
Iselin, NJ 08830

May 29th, 2020


INDEPENDENT AUDITOR'S REPORT

To the Stockholder's
Ind Swift Laboratories, Inc.

We have audited the accompanying balance sheet of Ind Swift Laboratories, Inc. as of December 31, 2019, and the related statements of income and retained earnings for the year then ended. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these 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 financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Ind Swift Laboratories, Inc. as of December 31, 2019, and the results of its operations and its cash flows for the year then ended, in conformity with generally accepted accounting principles.


Vishaw Sondhi, CPA
Certified Public Accountant



IND SWIFT LABORATORIES, INC.

BALANCE SHEET DECEMBER 31, 2019 AND 2018

ASSETS

	2019	2018
Current Assets:		
Cash in Bank	\$ 295,126	\$ 125,282
Accounts Receivable- Trade	3,630,181	2,559,818
Other Receivables	218,502	107,458
Total Current Assets	<u>4,143,809</u>	<u>2,792,558</u>
Furniture and Equipments	60,494	60,494
Accumulated Depreciation	<u>(60,494)</u>	<u>(60,494)</u>
Other Assets - Security Deposit	3,815	3,815
Total Assets	<u><u>4,147,624</u></u>	<u><u>2,796,373</u></u>

LIABILITIES & STOCKHOLDERS' EQUITY

Current Liabilities:

Accounts Payable and Accrued Expenses	3,034,490	1,504,557
Taxes Payable	31,207	45,000
Advance Received from Customers	-	311,376
Other Payable	54,654	16,630
Total Current Liabilities	<u>3,120,351</u>	<u>1,877,563</u>

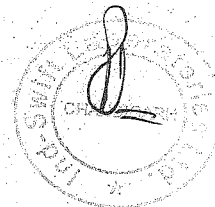
Stockholders' Equity

Common Stock, no par value, 1500 Shares authorized, 1204 shares issued and outstanding	1,204,000	1,204,000
Retained Earning	<u>(176,726)</u>	<u>(285,190)</u>
Total Partner's Equity	<u>1,027,274</u>	<u>918,810</u>

Total Liabilities & Stockholders' Equity

	<u><u>4,147,624</u></u>	<u><u>2,796,373</u></u>
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See attached Accountant's Reports and notes to financial statements.



IND SWIFT LABORATORIES, INC

STATEMENT OF OPERATIONS & RETAINED EARNINGS FOR THE YEARS ENDED DECEMBER 31, 2019 AND 2018

	2019	2018
Income		
Gross Sales	\$ 8,109,473	\$ 6,878,721
Net Sales	8,109,473	6,878,721
Cost of Sales	6,916,743	5,658,143
Gross Profit	1,192,730	1,220,578
Expenses:		
Selling, General and Administrative	1,063,268	1,087,772
Profit (Loss) before taxes	129,462	132,806
Taxes on Income	20,998	57,295
Net income	108,464	75,511
Accumulated Earnings - Beginning	(285,190)	1,039,299
Less: Dividend Paid	-	1,400,000
Accumulated Earnings - Ending	(176,726)	(285,190)

See attached Accountant's Report and notes to financial statements.



IND SWIFT LABORATORIES, INC.

STATEMENT OF CASH FLOW FOR THE YEAR ENDED DECEMBER 31, 2019 AND 2018

	2019	2018
Cash Flows from Operating Activities		
Net Income	\$ 108,464	\$ 75,511
Adjustment to reconcile Net Income to Net Cash provided by (used in) Operating Activities		
(Increase) Decrease in Other Assets	(111,044)	(73,461)
(Increase) Decrease in Due to Credit Cards	785	8,559
(Increase) Decrease in Accounts Receivable	(1,070,365)	1,774,911
(Increase) Decrease in Accrued Expenses		(126,880)
(Increase) Decrease in Advance from Customers	(311,376)	(181,313)
(Increase) Decrease in Accounts Payable	1,529,933	(60,461)
(Increase) Decrease in other payable	37,240	4,294
(Increase) Decrease in Taxes Payable	(13,793)	(348,574)
Net Cash Provided by (Used in) Operating Activities	61,380	1,072,585
Cash Flows from Investing Activities:		
Purchase of Furniture and Equipments	-	-
Less : Accumulated Depreciation	-	-
Net Cash Provided by (Used in) Investing Activities	-	-
Net Increase (Decrease) in Cash	61,380	1,072,585
Cash Flows from Financing Activities:		
Return of Equity	-	(850)
Dividend declared	-	(1,400,000)
Net Cash Provided by (Used in) Financing Activities	-	(1,400,850)
Cash- Beginning of Year	125,282	453,545
Cash- End of Year	295,125	125,281

See attached Accountant's Reports and notes to financial statements.



IND SWIFT LABORATORIES, INC.

NOTES TO FINANCIAL STATEMENTS
December 31, 2019

1. Organization and Business:

Ind Swift Laboratories, Inc. was incorporated on January 2, 2004. The operations of the company since then consisted of establishing regulatory and legal process for importing raw materials from a foreign country.

Summary of Significant Accounting Policies:

a. Method of Accounting

The company employs accrual method of accounting for its revenue expenses.

b. Cash and Cash Equivalents

The company considers all liquid investments maturing in 90 days or less to be cash equivalents.

c. Revenue Recognition

Revenue from sales are recognized when the risk and rights of ownership have passed to the customers. The Company, under certain conditions, permits its customers to return or exchange. A provision for sales returns is not recorded concurrently with revenue recognition.

d. Furniture and Equipment

Furniture and Equipment are carried at cost and are depreciated using the straight-line method based on the estimated useful life ranging from three to seven years.

e. 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 at the date of the financial statements.

During the current year, the company continued with the commercial supplies of multiple APIs, including an oncology product from the



containment facility for North America. This year company's couple of products are being actively reviewed by regulatory agencies.

The company is in process of continuously strengthening CRMS portfolio with commercial supplies of multiple new and existing products to a reputed US organization from the CRAMS SBU of the parent company.

The company also continued commercial quantities of a finished dosage recently launched in Canadian market. The company is progressing well with its plans with execution of manufacturing and supply agreements with North American generic pharmaceutical companies.

2. Furniture and Equipment:

Furniture and Equipment at cost consisted of the following on December 31, 2019 AND 2018:

	<u>2019</u>	<u>2018</u>
Furniture	\$ 5,018	\$ 5,018
Office Equipment	11,365	11,365
Vehicle	<u>44,111</u>	<u>44,111</u>
	60,494	60,494
Less: Accumulated Depreciation	<u>\$ 60,494</u>	<u>\$ 60,494</u>
	\$ -0-	\$ -0-



Expenses	Jan-Dec 2019
Rent and utilities	22891.66
Federal, Ss, Med,Ue and state funds	140400
Rate, Taxes, fee ,regul	15668.19
Computer/GT/Permit/license/M&E/Prof&Legal	36610.79
Allowances and corp exp	281686
Allowance (SP)	33000
Bpe /arr Ct/ cons	162074.22
BD	44587
Auto/outside services	29611.34
Office and business exp	32548.71
Tel/postage/mis	11053.91
Travel & Lodging	132023.94
Membership/subs fee/ insurance	17886.79
Accounting, Book K, Audt and bank charges	14425.45
Retirement, PF & EF etc	16800
Business Advisory	72000
Total	1063268

