

**SMI CONSULTING TECHNOLOGIES INC.
FINANCIAL STATEMENTS
FOR THE YEARS ENDED MARCH 31, 2024 & 2023
(AUDIT)**

INDEPENDENT AUDITOR'S REPORT



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FINANCIAL STATEMENTS
FOR THE YEARS ENDED MARCH 31, 2024 & 2023
(AUDIT)**

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Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
SMI CONSULTING TECHNOLOGIES INC.
18 E 41st Street, 17th Floor
New York, NY 10016

We have audited the accompanying financial statements of SMI CONSULTING TECHNOLOGIES INC. (the "Company"), which comprise the balance sheet as of March 31, 2024 & 2023, and the related statements of income and retained earnings, and cash flows for the period then ended and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

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 auditing standards generally accepted in the United States of America. 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 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 misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company'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 Company's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of 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 referred to above present fairly, in all material respects, the financial position of the Entity as of March 31, 2024 & 2023, and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

SIGNATURE: GKRS CPAs PLLC



CERTIFIED PUBLIC ACCOUNTANTS

Hicksville, NY

May 14, 2024



SMI CONSULTING TECHNOLOGIES INC.

**BALANCE SHEET
AS OF March 31, 2024, & MARCH 31, 2023**

	2024	2023
<u>ASSETS</u>		
CURRENT ASSETS		
Cash & cash equivalents	5	238
Other Receivable from MTSUS	13,763	-
Prepaid Expenses	-	43
Security Deposit-Office space	-	
	<hr/>	<hr/>
	13,768	281
FIXED ASSETS		
Computer Networking Equipments	9,771	9,771
Less: Depreciation	9,771	9,771
Net	<hr/>	<hr/>
	-	-
 TOTAL ASSETS	 \$ 13,768	 \$ 281
	<hr/>	<hr/>
<u>LIABILITIES AND STOCKHOLDER'S EQUITY</u>		
CURRENT LIABILITIES		
Accounts payable (MTSL)	-	-
Accounts payable Other	-	13,600
Accrued expenses	136,340	44,613
ICD from MTSUS and MTS GmbH	1,504,642	1,507,705
	<hr/>	<hr/>
	\$ 1,640,982	\$ 1,565,918
 STOCKHOLDER'S EQUITY		
Capital Stock-Authorized, Issued and Outstanding	100,000	100,000
Preferred Stock	300,000	300,000
Retained Earnings	(2,027,214)	(1,965,637)
	<hr/>	<hr/>
	(1,627,214)	(1,565,637)
 TOTAL LIABILITIES & STOCKHOLDER'S EQUITY	 \$ 13,768	 \$ 281
	<hr/>	<hr/>

SMI CONSULTING TECHNOLOGIES INC.

See Independent auditor's report and accompanying notes to financial statements.

SMI CONSULTING TECHNOLOGIES INC.

**STATEMENT OF INCOME AND RETAINED EARNINGS (ACCUMULATED DEFICIT)
FOR THE YEAR ENDED MARCH 31, 2024 &
THE YEAR ENDED MARCH 31, 2023**

	<u>2024</u>	<u>2023</u>
<u>INCOME</u>		
Sales & Service	\$ -	\$ -
	<hr/>	<hr/>
	\$ -	\$ -
	<hr/>	<hr/>
Less:		
Software Development and support charges	\$ -	\$ -
	<hr/>	<hr/>
Operating profit	\$ -	\$ -
Other Misc. Receipts	\$ 19,406	\$ 14,612
	<hr/>	<hr/>
Total Income	<u>\$ 19,406</u>	<u>\$ 14,612</u>
<u>SELLING, ADMINISTRATIVE AND GENERAL EXPENSES</u>		
Selling, Administration and Selling Expenses	\$ 80,983	\$ 31,330
	<hr/>	<hr/>
Total operating expenses	80,983	31,330
Net Income (Loss) from operations before Depreciation and taxes	<u>(61,577)</u>	<u>(16,718)</u>
Depreciation and amortization	-	189
	<hr/>	<hr/>
	(61,577)	(16,907)
Provision for income taxes	-	-
	<hr/>	<hr/>
Net Income (Loss)	<u>(61,577)</u>	<u>(16,907)</u>
Retained earnings - beginning	<u>\$(1,965,637)</u>	<u>\$(1,948,730)</u>
	<hr/>	<hr/>
	(2,027,214)	(1,965,637)
Dividend distributions	-	-
	<hr/>	<hr/>
Retained earnings - ending	<u>\$(2,027,214)</u>	<u>\$(1,965,637)</u>

See Independent auditor's report and accompanying notes to financial statements.

**SMI CONSULTING TECHNOLOGIES INC.
STATEMENT OF CASH FLOWS
FOR YEAR ENDED MARCH 31, 2024 &
THE YEAR ENDED MARCH 31, 2023**

	2024	2023
Cash flows from operating activities		
Net Profit from operations	(61,577)	(16,907)
Unrealised exchange Gain or Loss	(3,063)	(14,581)
Adjustments to reconcile net profit to net cash used in operating activities:		
Depreciation and amortization		189
Increase (decrease) in cash flows as a result of changes in asset and liability account balances:	(13,763)	-
Sundry Creditors	(13,600)	4,855
Prepaid expenses	43	(43)
Security Deposits	-	(32)
Accrued expenses	91,727	25,830
	(233)	(689)
Cash flows from investing activities		
Purchase of fixed assets		-
Cash flows from financing activities		
ICD from MSID and MIND GmbH	-	-
	-	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS:	(233)	(689)
Cash/ cash equivalent at beginning of year	238	927
Cash/ cash equivalent at end of year	5	238
OTHER FINANCIAL INFORMATION:		
TAXES PAID		-
INTEREST PAID	63,286	7,776

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

**SMI CONSULTING TECHNOLOGIES INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED MARCH 31, 2024 & MARCH 31, 2023**

NOTE 1 - NATURE OF BUSINESS

SMI CONSULTING TECHNOLOGIES INC. (the “Company”) was incorporated in the state of New York on May 21, 2018. The Company is a wholly owned Subsidiary of Motherson Technology Services Limited (erstwhile Motherson Sumi Infotech & Designs Limited) , India, which is a subsidiary of a Company registered with The Registrar of Companies, New Delhi, India.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Presentation:

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America. The Company is on an accrual basis of accounting.

Estimates:

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those Estimates.

Cash Equivalents:

Cash and cash equivalents include short-term, highly liquid investments with an original maturity date of three months or less.

Fair Value of Financial Instruments:

The carrying amounts of deposits with financial institutions, accounts receivable, accounts payable, loans and advances, accrued expenses, and taxes approximate fair value because of these items' short maturity.

NOTE 3 – NATURE OF TRANSACTIONS WITH RELATED PARTIES:

Inter Company Transactions: During the period under review, no fresh loan was raised by SMICT from the parent Company MTSUS.

NOTE 4 - LOAN PAYABLE:

The Company entered into a Borrowing Agreement with Motherson Technology Services GMBH, Germany and Motherson Technology Services USA Limited(related Companies), to borrow funds for working capital. As of March 31, 2024, Company owes \$ 726,642 and \$ 778,000 respectively.

NOTE 5 - INCOME TAXES:

The Company files Federal, State, and Local Income Tax Returns on a standalone basis. The Income Tax expense attributable to the current period's operations includes the Federal, State, and Local income tax.

NOTE 6 - LEASEHOLD COMMITMENT

The Company maintains a corporate office at 18 E 41st Street, 17th Floor, New York, NY 10016. Rent is \$577 for the period year ending March 31, 2024.

SMI CONSULTING TECHNOLOGIES INC.
SCHEDULES OF SELLING, ADMINISTRATIVE AND GENERAL EXPENSES
FOR THE YEAR ENDED MARCH 31, 2024 &
THE YEAR ENDED MARCH 31, 2023

	2024	2023
Cost Of Services	\$ -	\$ -
	\$ -	\$ -
Direct Expenses		
Salary	\$ -	\$ -
	\$ -	\$ -
Cost of Sales	\$ -	\$ -
Selling, Administration and Selling Expenses		
Bank charges	733	678
Office Rent	577	468
Professional fees	8,463	-
Office Expenses	213	570
Audit fees	6,000	6,000
Interest expenses on ICD	63,286	23,614
Miscellaneous Expenses	1,711	-
	\$ 80,983	\$ 31,330

See Independent auditor's report and accompanying notes to financial statements.