

INTERNATIONAL EXPRESSIONS INC

FINANCIAL STATEMENTS

March 31, 2017

RAM ASSOCIATES, CPAS

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INTERNATIONAL EXPRESSIONS INC

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CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To
The Board of Directors and Stockholders
International Expressions Inc.
Delaware.

We have audited the accompanying balance sheet of International Expressions Inc. as of March 31, 2017 and the related statements of income, retained earnings and cash flows 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 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 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 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 International Expressions Inc. as of March 31, 2017 and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

A handwritten signature in black ink, appearing to read 'PKRAM', is written over a horizontal line.

RAM ASSOCIATES
Hamilton, NJ
May 12, 2017.

INTERNATIONAL EXPRESSIONS INC

Balance Sheet

March 31, 2017

USD

ASSETS

Current Assets

Cash	\$	7,02,342
Accounts receivable	\$	37,74,769
Loans	\$	1,03,44,075
Other current assets	\$	14,07,442

Total Current Assets	\$	1,62,28,629
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Fixed assets, net	\$	1,23,04,112
Intangible assets under development		
Loans advances	\$	1,72,06,417
Capital work in Progress	\$	-
Intangible assets under development	\$	26,26,528
Investments	\$	48,24,620
Deferred tax assets (net)	\$	18,359

Total Assets	\$	5,32,08,665
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LIABILITIES AND STOCKHOLDER'S EQUITY

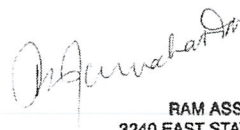
Current Liabilities :

Account Payables	\$	3,22,301
Other Current Liabilites	\$	96,674
Provisions	\$	6,75,635
Total Current Liabilities	\$	10,94,610

Stockholder's Equity

Common stock, no par value, 1,500 authorized shares, issued and outstanding	\$	20,000
Additional paid-in capital	\$	2,01,67,000
Retained earnings	\$	3,19,27,056
Total Stockholder's Equity	\$	5,21,14,056

Total Liabilities and Stockholder's Equity	\$	5,32,08,665
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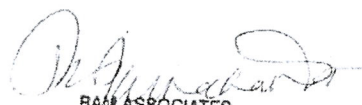
- See accompanying notes to financial statements-

INTERNATIONAL EXPRESSIONS INC

Statement of Income

For the Year Ended March 31, 2017

	USD
Revenues	\$ 1,52,35,959
Cost of revenue	\$ 59,50,165
Gross profit	<u>\$ 92,85,795</u>
Operating expenses	
General and administration expenses	\$ 12,25,757
Income before depreciation, amortization and income taxes	<u>\$ 80,60,038</u>
	\$ -
Depreciation & Amortization expenses	\$ 27,40,105
Income before provision for Income taxes	<u>\$ 53,19,933</u>
Income tax	\$ 21,27,442
Net income	<u>\$ 31,92,491</u>
Other comprehensive income	\$ (797)
Total comprehensive income for the period	<u><u>\$ 31,91,694</u></u>


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- See accompanying notes to financial statements-

INTERNATIONAL EXPRESSIONS INC

Statement of Changes in Stockholder's Equity

For the Year Ended March 31, 2017

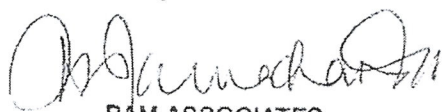
Common stock					
Number of shares	Amount	Additional paid-in capital	Retained earnings	Total stockholders' equity	
					USD
Balance at March 31, 2016	1500	\$ 20,000	\$ 2,01,67,000	\$ 2,87,35,362	\$ 4,89,22,362
Net income				\$ 31,91,694	\$ 31,91,694
Additional paid-in capital				-	-
Balance at March 31, 2017	<u>1,500</u>	<u>\$ 20,000</u>	<u>\$ 2,01,67,000</u>	<u>\$ 3,19,27,056</u>	<u>\$ 5,21,14,056</u>


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- See accompanying notes to financial statements-

INTERNATIONAL EXPRESSIONS INC
Statement of Cash Flows
For the Year Ended March 31, 2017

	USD
Cash flows from operating activities	
Net income	\$ 31,92,491
Adjustments to reconcile net income to net cash	
Used by operating activities:	
Depreciation	\$ 27,40,105
Amortization	\$ -
Changes in assets and liabilities:	
(Increase)/decrease in:	
Accounts receivable	\$ 12,09,626
Loans and Advances	\$ (1,03,44,075)
Other assets	\$ 5,94,174
Increase/(decrease) in:	
Other current liabilities	\$ 91,245
Accounts payable and accrued expenses	\$ (2,04,846)
Short term provisions	\$ (9,73,997)
Net cash used for operating activities	<u>\$ (36,95,276)</u>
Cash flows from Investing activities	
Purchase of assets	\$ (1,31,680)
Decrease/Increase in Intangible asset Product development	\$ (26,26,528)
Sale of Fixed assets	\$ -
Decrease/Increase in Capital work in progress	\$ -
Net cash used for Investing activities	<u>\$ (27,58,208)</u>
Cash flows from financing activities	
Decrease/(Increase) in deferred tax asset	\$ (2,907)
Decrease/(Increase) in Long term loans and Advances	\$ 65,16,637
Increase in additional paid-in capital	\$ -
Net cash provided by financing activities	<u>\$ 65,13,730</u>
Net increase in cash	\$ 60,245
Cash at the beginning of the year	\$ 6,42,097
Cash at the end of the year	<u><u>\$ 7,02,342</u></u>



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INTERNATIONAL EXPRESSIONS INC
Supplementary schedule
For The Year Ended March 31, 2017

	USD
<u>General & Administration</u>	
Salaries,wages and allowances	\$ 5,58,240
Contribution to provident and other fund	\$ 14,485
Power & Fuel	\$ 45,821
Rent	\$ 1,30,485
Telephone, Postage and Others	\$ 28,954
Business Promotion Expenses	\$ 1,60,227
Travelling and Conveyance	\$ 46,258
Office Maintenance	\$ 22,547
Printing & Stationery Expenses	\$ 18,654
Consultancy Charges	\$ 61,358
Books & Subscriptions	\$ 8,361
Sales and Marketing Expenses	\$ 2,52,334
Proivision for Impairment of Debtors	\$ 57,277
Other Expenses	\$ 7,822
Total	\$ 14,12,823

International Expressions Inc.

Notes to Financial Statements

For the year ended March 31, 2017

1. Nature of Business

International Expressions Inc is into e-marketing industry. They provide a wide range of eMarketing products and services that enable advertisers, agencies and publishers to cost-effectively reach, recruit, and retain consumers online. International Expressions Inc. achieves high performance by providing marketers with the most cost-effective methods that consistently produce measurable results. International Expressions Inc. is a corporation registered on 10th November, 2005 in the State of Delaware.

2. Summary of Significant Accounting Policies

a) 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, revenue is recognized when services are rendered and expenses reflected when costs are incurred.

b) Use of 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 use assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. These estimates are often based on judgments, probabilities and assumptions that management believes are reasonable but that are inherently uncertain and unpredictable. As a result, actual result could differ from those estimates.

Management periodically evaluates estimates used in the preparation of the financial statements for continued reasonableness. Appropriate adjustment, if any, to the estimates used are made prospectively based on such periodic evaluations.

International Expressions Inc.

Notes to Financial Statements

For the year ended March 31, 2017

c) Accounts Receivables

International Expressions, Inc determines the allowance for doubtful accounts based on assessed customers' ability to pay, historically write-off experience, and economic trends. Such allowance for doubtful accounts is the company's best estimate of the amount of probable credit losses in the company's existing accounts receivable.

d) Revenue Recognition

The Company recognizes revenue on time-and-materials contracts as the services are performed for clients. Revenues on fixed-price contracts are recognized using the percentage of completion method. Percentage of completion is determined by relating the actual cost of work performed to date to the estimated total cost for each contract. If the estimate indicates a loss on a particular contract, a provision is made for the entire estimated loss without reference to the percentage of completion.

3. Property and Equipment

Property and equipment is stated at cost. The Company provides for depreciation of property and equipment using the straight-line method over the estimated useful lives of the related assets for 3- 8 years.

At March 31, 2017 the property and equipment consisted of the following:

Particulars	Amount in USD
Computers Equipment's	6,093,856
Furniture and Fixtures	324,472
Intangible assets	15,173,914
Less : Accumulated Depreciation	11,362,330
Net Assets	12,304,112

The company charges repairs and maintenance costs that do not extend the lives of the assets to expenses as incurred.

International Expressions Inc.

Notes to Financial Statements

For the year ended March 31, 2017

4. Commitments

The company leases office space in Delaware under non-cancelable operating lease agreement. The following is a schedule of future minimum lease payments required under the lease:

Particulars	Amount in USD
March 31, 2018	\$ 125,740
Total	\$ 125,740

5. Others

Previous year figures have been regrouped or reclassified wherever necessary.


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