

To
The Shareholders
Chain Fintech Solutions Ltd.
Address: Haque Tower, JA-28/8-D,
Mohakhali C/A Dhaka, Bangladesh

**Audited Financial Statements
of
Chain Fintech Solutions Ltd.**

For the year ended 30 June 2024

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INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Chain Fintech Solutions Ltd.
Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Chain Fintech Solutions Ltd., which comprise the statement of financial position as at 30 June 2024, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 30 June 2024, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). 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 independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

- We have not received bank confirmation certificate from the bank. We have sent a letter to the City Bank, Eastern Bank 2 bank accounts (Ac No. 00001, 386219) to confirm the balance directly to us. The bank has acknowledged the letter but has not issued any letter regarding the balance to us till the report date.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with IFRSs, the Companies Act, 1994 and other applicable laws and regulations and for such internal control as management determines is necessary to enable





the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements 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 a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken based on these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We are also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. 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.
- 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 the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the





related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act, 1994, we also report the following:

- a) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made do verification thereof.
- b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books; and
- c) the statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report agree with the books of account.

Date:
Place: Dhaka,
DVC:


Bakhtiar Israfil & Co.
Chartered Accountants
Signed by:
Md. Israfil Bakhtiar FCA
Managing Partner
Enrollment No.: 1755

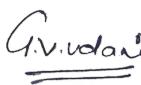




**Chain Fintech Solutions Ltd.
Statement of Financial Position
As at 30 June 2024**

Particulars	Note	Taka	Taka	
		30-Jun-24	30-Jun-23	
Assets				
Non Current Assets				
Property, Plant & Equipment	4.00	15,184,703	17,627,449	
Total Non Current Assets		15,184,703	17,627,449	
Current Assets				
Trade Receivable	5.00	959,851	1,562,333	
Advance, Deposit & Prepayments	6.00	1,479,940	-	
Bank Guarantee	7.00	-	1,000,000	
Loan to Director	8.00	-	869,840	
Cash and Cash Equivalents	9.00	1,099,432	1,856,491	
Total Current Assets		3,539,223	5,288,664	
Total Assets		18,723,926	22,916,113	
Equity and Liabilities				
Equity				
Paid up Capital	10.00	100,000	100,000	
Retained Earnings	11.00	18,493,595	21,976,171	
Total Equity		18,593,595	22,076,171	
Current Liabilities				
Short Term Loan	12.00	-	730,000	
Provision & Accruals	13.00	128,950	106,433	
Provision for Income Tax	14.00	1,382	3,509	
Total Current Liabilities		130,332	839,942	
Total Equity and Liabilities		18,723,926	22,916,113	

These financial statements should be read in conjunction with the annexed notes


G.V. Islam
Director




Rajan
Managing Director

Auditors' Report to the Shareholders
See annexed report of date

Dated:
Place: Dhaka
DVC:



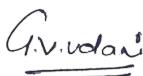

Bakhtiar Israfil & Co.
Chartered Accountants
Signed by:
Md. Israfil Bakhtiar FCA
Managing Partner
Enrollment No.: 1755



Chain Fintech Solutions Ltd.
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 30 June 2024

Particulars	Note	Taka	Taka
		30-Jun-24	30-Jun-23
Revenue	15.00	230,332	584,874
Direct Expenses	16.00	(2,518,296)	(3,069,505)
Gross Profit		(2,287,964)	(2,484,631)
Operating Expenses:			
Administrative Expenses	17.00	(1,191,076)	(2,097,362)
Profit from Operation		(3,479,039)	(4,581,994)
Financial Expenses	18.00	(2,155)	(8,170)
Net Profit/(Loss) Before Tax		(3,481,194)	(4,590,164)
Provision Income Tax	19.00	(1,382)	(3,509)
Net Profit/(Loss) After Tax		(3,482,576)	(4,593,673)

These financial statements should be read in conjunction with the annexed notes


Director




Managing Director

Auditors' Report to the Shareholders
See annexed report of date

Dated:
Place: Dhaka
DVC:


Bakhtiar Israfil & Co.
Chartered Accountants
Signed by:
Md. Israfil Bakhtiar FCA
Managing Partner
Enrollment No.: 1755





Chain Fintech Solutions Ltd.

Statement of Changes in Equity

For the year ended 30 June 2024

Particulars	Taka		
	Share Capital	Retained Earnings	Total Equity
Balance as at 01 July 2023	100,000	21,976,171	22,076,171
Net Profit/(Loss) After Tax	-	(3,482,576)	(3,482,576)
Balance as at 30 June 2024	<u>100,000</u>	<u>18,493,595</u>	<u>18,593,595</u>
Balance as at 01 July 2022	100,000	26,569,844	26,669,844
Addition during the year	-	-	-
Net Profit/(Loss) After Tax	-	(4,593,673)	(4,593,673)
Balance as at 30 June 2023	<u>100,000</u>	<u>21,976,171</u>	<u>22,076,171</u>

G.V.Uddan
Director



Rajat
Managing Director





Chain Fintech Solutions Ltd.
Statement of Cash Flows
For the year ended 30 June 2024

Particulars	Taka	Taka
	30-Jun-24	30-Jun-23
A. Cash Flow from Operating Activities		
Net profit/(Loss) after Tax	(3,482,576)	(4,593,673)
Depreciation	2,442,745	3,138,099
Increase/Decrease in Accounts Receivable	602,482	(614,118)
Increase/Decrease in Advance deposit & Prepayments	(1,479,940)	1,230,110
Increase/Decrease in Bank Guarantee	1,000,000	-
Increase/Decrease in Provision & Accruals	22,517	(54,922)
Increase/Decrease in Provision for Income Tax	(2,127)	3,509
Net Cash Flow from Operating Activities	(896,899)	(890,995)
B. Cash Flow from Investing Activities		
Proceed from Ordinary Share	-	-
Purchase of Fixed Assets	-	-
Net Cash Used in Investing Activities	-	-
C. Cash Flow from Financing Activities		
Loan from Sister Concern	(730,000)	730,000
Loan to Director	869,840	-
Net Cash Flow from Financing Activities	139,840	730,000
(A+B+C)	(757,059)	(160,995)
Easah and Cash Equivalents at Beginning of Year	1,856,491	2,017,486
E. Cash and Cash Equivalents at End of year (D+E)	1,099,432	1,856,491

G.V.Uddan Page 2





Chain Fintech Solutions Ltd. Notes to the Financial Statements As at and for the year ended 30 June 2024

1. Corporate Information

1.1 Formation and Legal Status

Chain Fintech Solutions Ltd. is a private limited company incorporated in Bangladesh on 1st February 2018 under the Companies Act 1994 bearing registration no. C -142873/2018. The registered address of the company is situated at Haque Tower, JA-28/8-D, Mohakhali C/A Dhaka.

1.2 Nature of Business of the Company

The objective of the company is to design, develop, sell, market & Distribute digital financial service & Products. To Carry out business of information technology, import & export information technology & hardware, software related products and service provide smart cards solutions, payment solutions and security solutions.

2. Basis of Preparation

2.1 Statement of Compliance

These financial statements have been prepared in accordance with International Financial Reporting standards (IFRS), and the relevant provisions of the Companies Act 1994 and other applicable laws and regulations. The elements in the financial statements have been measured at

2.2 Basis of Measurement

The Financial statements have been prepared on accrual basis, except for the statement of cash flows, under historical cost convention.

2.3 Reporting currency and level of precision

The Financial Statements are prepared in Bangladesh Taka (Taka/Tk/BDT), which is also the company's functional currency. All financial information are presented in Taka and has been rounded off to the nearest Taka.

2.4 Materiality, Aggregation and Offsetting

The Company presents material items separately. Financial Statements is a result of processing a large number of transactions or events that are aggregated into classes according to the nature or function. However, the company does not offset assets and liabilities or income and expenses unless required or permitted by IAS or IFRS.

2.5 Functional and Presentational Currency and Level of Precision

The Financial Statements have been prepared and presented in Bangladeshi Currency (BDT), which is the functional currency of the Company. Figures have been rounded off to nearest Taka, unless stated otherwise.

2.6 Use of Estimates and Judgment

i) Estimates

The preparation of financial statements in conformity of IFRS recognition and measurement of principles require the use of estimates and assumptions that affect the reported amounts of assets and liabilities and of revenue and expenses. Such estimates are prepared on the assumption of going concern, are established based on currently available information. Changes in facts and circumstances may result in revised estimates, and actual result could differ from the estimates.

ii) Judgments

The accounting for certain provisions and the disclosure of contingent liabilities and claims at the date of the financial statements is judgmental.

 G.V.Uddan





2.7 Going Concern

The company has adequate resources to continue in operation for foreseeable future. For this reason the directors continue to adopt going concern basis in preparing the Financial Statements. The current credit facilities and business prospective of the company provide sufficient fund and ability to meet the present obligations of its existing businesses and operations.

2.8 Applicable accounting standards

The following IASs and IFRSs are applicable for the financial statements for the year under review:

IAS - 1 Presentation of Financial Statements

IAS - 7 Statements of Cash Flows

IAS-12 Income Taxes

IAS-16 Property, Plant & Equipment

IAS - 24 Related Party

IAS-38 Intangible Assets

2.9 Reporting Period

The Financial Statements of the Company cover one year from 01 July to 30 June and is followed Consistently.

2.10 Comparative Information

Comparative information has been disclosed in respect of the year ended on 30 June 2024 in accordance with IAS-1 Presentation of Financial Statement, for all numeric information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current years Financial Statements. Figures for the year 2023 have been regrouped/rearranged, wherever considered necessary, to ensure better comparability with the current year.

3. Summary of Significant Accounting Policies and other Material Information

3.1 Property, Plant and Equipment

i) Initial measurement

The cost of acquisition of an asset comprises its purchase price and directly attributable cost of bringing the asset to its operating condition for its intended use inclusive of inward freight, duties and non-refundable taxes.

ii) Subsequent Measurement

Cost Model

These are capitalized at cost of acquisition and subsequently stated at cost amounts less accumulated depreciation and accumulated impairment losses (if any).

Revaluation Model

The asset is carried at a revalued amount, being its fair value at the date of revaluation less subsequent depreciation and impairment (if any).

iii) Subsequent costs

Subsequent maintenance and normal repairs are expensed as incurred while major renewals and improvements are capitalized.

iv) Depreciation of Property, Plant & Equipment

Depreciation has been charged on all fixed assets on reducing balancing method. Full year's depreciation is charged irrespective of date of acquisition and no depreciation is charged in the year of disposal of any asset. The rates of depreciation and classification of fixed assets are presented in Annexure-A "Schedule of Property, Plant & Equipment".

G.V.Udani
Rajan





3.2 Financial Instruments

i) Non-derivative financial assets

Non-derivative financial assets consist of trade receivable, cash and cash equivalents that are available for use by the Company without any restriction. All non-derivative financial assets are accounted for at trade date. The carrying value of non-derivative financial instruments is reviewed for impairment on annual basis to assess if there is any indication that the assets may be impaired. The company derecognizes a non-derivative financial asset when no further cash flow is expected to flow to the company from the asset and if substantially all risks and rewards attached to the assets have been transferred.

a) Cash

Cash and cash equivalents comprises cash in hand and cash at bank.

b) Trade receivable

Trade receivables are stated at their nominal value and considered as fully recoverable and hence no provision has been made for doubtful debt and no amount was written off as bad.

ii) Non-derivative financial liabilities

Non-derivative financial liabilities consists of trade payables, short-term debt and long term debts. The company initially accounted for all non-derivative financial liabilities on the transaction date. The company derecognizes a non-derivative financial liability when its contractual obligations are discharged or cancelled or expired.

3.3 Provisions

The Company recognizes provisions when it has legal or constructive obligation resulting from past events, the settlement of which would result in outflow of resources embodying economic benefits to the company.

3.4 Revenue Recognition

i) Sales of Service

In compliance with the requirements of IFRS-15: "Revenue", revenue is recognized at the time of delivery of Service to customers and there is no continuing management involvement with the goods and the amount of revenue can be measured reliably. Revenues are measured at the fair value of the consideration received or receivable, net of discounts and sales related Taxes (VAT).

ii) Other income

Other income is recognized when the fair value of consideration is received from the customer and the risk and rewards of goods are transferred to the buyer concurrently.

3.5 Income Taxes

Income tax expense is recognized in the Statement of Comprehensive Income and accounted for in accordance with requirement of IAS 12: "Income Taxes".

Current Tax

Provision for income tax has been made using the rate enacted at the reporting date as per Income Tax Act 2023 and duly amended by the Finance Act time to time. The applicable tax rate for the company is 27.5% for the financial year.

3.6 General

Previous year's figures have been regrouped/reclassified wherever considered necessary to confirm to current year's presentation. Figures have been rounded off to the nearest BDT, as the currency represented in this Financial Statements.





Chain Fintech Solutions Ltd.
For the year ended 30th June 2023
Notes To The Financial Statement

Notes	Particulars	Taka	
		30-Jun-24	30-Jun-23
4.00	Property, Plant & Equipment's Cost		
	Opening balance	22,443,047	22,443,047
	Add: Addition during the year	-	-
	Closing balance	22,443,047	22,443,047
	Accumulated depreciation		
	Opening balance	4,815,598	1,677,499
	Charged during the year	2,442,744	3,138,099
	Closing balance	7,258,344	4,815,598
	Written Down Value (W.D.V)	15,184,703	17,627,449
	Details have been shown in Schedule of Property, Plant and Equipment		
5.00	Trade Receivable		
	Bank Asia	1,562,333	1,562,333
	Add: During this year	241,848	-
		1,804,181	1,562,333
	Less: Received this year	844,331	-
		959,851	1,562,333
6.00	Advance, deposit & Prepayments		
	Advance to Veefin Solutions	1,479,940	-
		1,479,940	-
7.00	Bank Guarantee		
	Bank Guarantee	-	1,000,000
		-	1,000,000
8.00	Loan to Director		
	Loan to Director	-	869,840
		-	869,840
9.00	Cash and Cash Equivalents		
	Cash in Hand	1,083,373	1,842,508
	Cash at Bank (Notes: 9.01)	16,058	13,983
		1,099,432	1,856,491
9.01	Cash at Bank		
	The City Bank Ltd	8,419	5,999
	Eastern bank Ltd.	7,639	7,984
		16,058	13,983
10.00	Issued capital		
	Authorized:		
	10,000 Ordinary Shares of Tk. 10 Each	100,000	100,000
	Issued and fully paid-up:		
	10,000 Ordinary Shares of Tk. 10 Each	100,000	100,000
		100,000	100,000





Bakhtiar Israfil & Co.

Notes	Particulars	Taka	
		30-Jun-24	30-Jun-23
The Details are as follows:			
	Name	No. of Shares	% of Shares
	Infini Systems Pvt. Ltd.	9999	99.99%
	Gautam Vijay Udani	1	0.01%
		10,000	
			100,000
			100,000
11.00	Retained Earnings		
	Opening balance	21,976,171	26,569,844
	Add: Net Profit/(Loss) After Tax	(3,482,576)	(4,593,673)
		18,493,595	21,976,171
12.00	Short Term Loan		
	Loan from others	-	730,000
		-	730,000
13.00	Provision & Accruals		
	Audit Fee	30,000	30,000
	VAT on Audit Fee	5,000	5,000
	AIT on Audit Fee	3,333	3,333
	Vat payable	79,617	68,100
	Salary Tax Payable	5,000	-
	Office Rent tax payable	6,000	-
		128,950	106,433
14.00	Provision for Income Tax		
	Opening Balance	3,509	-
	Less: Adjustment during this year	3,509	-
		-	-
	Add: Income Tax Expenses during this year (notes: 19)	1,382	3,509
		1,382	3,509
15.00	Revenue		
	Service Revenue	241,848	614,118
	Less: Vat	11,517	29,244
		230,332	584,874
16.00	Cost of Service		
	Salary & Allowance	650,000	608,181
	Depreciation	1,868,296	2,461,324
		2,518,296	3,069,505
17.00	Administrative Expenses		
	Office Rent	120,000	1,183,602
	Salary	327,000	-
	Govt. Fees & Charges	6,415	10,325
	Fooding Expenses	95,040	63,984
	Printing & Stationery	-	18,915
	Tax Expenses	11,000	14,508
	Conveyance	18,838	90,900
	Office Maintenance	-	20





Bakhtiar Israfil & Co.

Notes	Particulars	Taka	
		30-Jun-24	30-Jun-23
	Audit Fee	38,333	30,000
	AIT on Audit Fee	-	3,333
	VAT On Audit Fees	-	5,000
	Depreciation	574,450	676,775
		1,191,076	2,097,362
18.00	Financial Expenses		
	Bank Charges	2,155	2,170
		2,155	2,170
19.00	Income Tax Expenses		
a.	Advance Income Tax	-	-
b.	Tax on Gross receipts @ 0.6%	1,382	3,509
c.	Regular tax on business income @ 27.5% Whichever is Higher of Tax(a,b & c)	-	-
		1,382	3,509

G. V. Israfil



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Chain Fintech Solutions Ltd.
Schedule of Property, Plant and Equipment
As at 30 June 2024

Schedule-A

Particulars	Cost			Depreciation			Written down value as at 30 June 2024
	Balance as on 01 July 2023	Addition	Balance as at 30 June 2024	Rate	Balance as on 01 July 2023	Charged during the year	
Furniture & Fixture	1,900,400	-	1,900,400	10%	232,799	166,760	399,559
Printer & Scanner	389,798		389,798	20%	93,552	59,249	152,801
Decoration	1,500,000		1,500,000	10%	195,000	130,500	325,500
Server	2,400,100		2,400,100	20%	667,764	346,467	1,014,232
Computer	1,459,415		1,459,415	20%	369,718	217,939	587,658
Web Portal	6,000,000		6,000,000	30%	2,220,000	1,134,000	3,354,000
Software Development	8,793,334		8,793,334	5%	1,036,765	387,828	1,424,594
Balance as at 30 June 2024	22,443,047	-	22,443,047		4,815,598	2,442,744	7,258,344
Balance as at 30 June 2023	22,443,047	-	22,443,047		1,677,499	3,138,099	4,815,598
							17,627,449

Cost of Service	1,868,296
Administrative Expenses	574,449



G.V. Israfil



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