CA INDIA

N R KRISHNAMOORTHY & CO

CHARTERED ACCOUNTANTS

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BG2, Guru Parasakthi Apartments,
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Nanganallur, Chennai - 600 061
India

Ref. :

Date :

SPECIAL PURPOSE AUDIT REPORT

Report on the Audit of the Special Purpose Standalone Financial Statements Opinion

We have audited the Special Purpose Standalone IGAAP Financial Statements of M/s. Methodhub Consulting Inc (USA) (formerly known as M/s. CareAI Cloud Inc), ("the Company"), which comprise the balance sheet as at March 31, 2025, the statement of Profit and Loss and the statement of cash flows for the period from 1st April 2024 to 31st March 2025 and notes to the Special Purpose Standalone IGAAP Financial Statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Special Purpose Standalone IGAAP Financial Statements") as required by Accounting Standards notified under the Companies (Accounting Standards) Rules, 2021 and other accounting principles generally accepted in India.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Special Purpose Standalone IGAAP Financial Statements are prepared in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2025, and of the profit, and its cash flows for the period April 2024 to March 2025.

Basis for Opinion

We conducted our audit of the Special Purpose Standalone IGAAP Financial Statements in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Companies Act, 2013 (the Act"). Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Special Purpose Standalone IGAAP Financial Statements' section of our report. We are independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Special Purpose Financial Statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Special Purpose Standalone IGAAP Financial Statements.

N R KRISHNAMOORTHY & CO
Chartered Accountants
CHENNAI

Emphasis of Matter Paragraph

We draw attention to Notes to the Special Purpose Standalone IGAAP Financial Statements, which describes the purpose and basis of accounting. The Special Purpose Standalone IGAAP Financial Statements have been prepared by the Company solely to assist M/s. Methodhub Consulting Inc, (USA) for its consolidation purpose and to comply with the requirements under Special Purpose reporting. As a result, the Special Purpose Standalone IGAAP Financial Statements may not be suitable for another purpose. Our report is intended solely for the use of management and Board of Directors for the above purpose and should not be distributed to or used by any other parties. As a result, the Special Purpose Standalone IGAAP Financial Statements may not be suitable for any another purpose and are not financial statements prepared pursuant to any requirements under section 129 of the Companies Act, 2013. The Special Purpose Standalone IGAAP Financial Statements cannot be referred to or distributed or included in any offering document or used for any other purpose except with our prior consent in writing. Our report is intended solely for the purpose of preparation of the Restated Consolidated Financial Statements of parent company and to comply with SEBI Communication and is not to be used, referred to or distributed for any other purpose without our prior written consent. We have no responsibility to update this report after for events and circumstances occurring after the date of this report. Our opinion is not modified in respect of this matter.

Responsibilities of the Management for Special Purpose Standalone IGAAP Financial Statements

The Company's management and Board of Directors are responsible for preparation of Special Purpose Standalone IGAAP Financial Statements that gives a true and fair view of the state of affairs, financial position, financial performance and cash flows of the Company in accordance with the basis of preparation as set out in Notes to the Special Purpose Standalone IGAAP Financial Statements.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error,

N R KRISHNAMOORTHY & CO. Chartered Accountants CHENNAI

In preparing the Special Purpose Standalone IGAAP Financial Statements, Management and Board of Directors are 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. Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the Special Purpose Standalone IGAAP Financial Statements

Our objectives are to obtain reasonable assurance about whether the Special Purpose Standalone IGAAP Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 SAs 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 on the basis of these Special Purpose Standalone IGAAP Financial Statements.

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

(a) Identify and assess the risks of material misstatement of the Special Purpose Standalone IGAAP 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.

(b) 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 entity's internal control.

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Chartered Accountants
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(c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures Special Purpose Standalone IGAAP Financial Statements made by management.

(d) 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 material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in Special Purpose Standalone IGAAP 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern; and

(e) Evaluate the overall presentation, structure and content of the Special Purpose Standalone IGAAP Financial Statements, including the disclosures, and whether the Special Purpose Standalone IGAAP Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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Chartered Accountants
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Restriction on distribution or use

This report is intended solely for the information of the Company's board of directors for their internal use and accordingly, should not be used, referred to or distributed for any other purpose or to any other party without our prior written consent. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company, the Company's board of directors, for our audit work, for this report, or the opinions we have formed.

For N R Krishnamoorthy & Co

Chartered Accountants

FRN: 001492S

N R KRISHNAMOORTHY & CO
Chartered Accountants
CHENNAI

N R Krishnamoorthy, FCA

Partner

Membership No: 020638

UDIN: 25020638BMLCCK3032

Place: Chennai

Date: 16.07.2025

METHODHUB CONSULTING INC.
(Formerly known as CareAI Cloud Inc)
8, The Green A Ste Dover DE, USA 19901
Balance Sheet as at 31st March, 2025

(In Rs '000)

	PARTICULARS	Notes	As at 31st March 2025
I.	**EQUITY AND LIABILITIES**		
1	**Shareholders' Funds**		
	(a) Share Capital	2	8
	(b) Reserves and Surplus	3	54,264
2	**Non Current Liabilities**		
	(a)Long-term Borrowings		-
	(b)Deferred Tax Liabilities (Net)		
	(c)Long Term Provisions		-
3	**Current Liabilities**		
	(a) Short term Borrowings	4	40,913
	(b) Trade Payables		
	(i) Total Outstanding dues of Micro Enterprises and Small Enterprises		-
	(ii)Total Outstanding Dues of Creditors other than Micro Enterprises and Small Enterprises	5	11,229
	(c) Other current liabilities	6	38,451
	(d) Short-term Provisions		-
	TOTAL		**1,44,865**
II	**ASSETS**		
1.	**Non-current assets**		
	(a) Property, Plant and Equipment and Intangible Assets		
	(i) Property, Plant and Equipment		
	(ii) Intangible Assets		
	(b) Non-Current Investments	7	69,711
	(c) Other Non Current Assets		-
2.	**Current assets**		
	(a) Inventories		-
	(b) Trade Receivables	8	64,769
	(c) Cash and Cash Equivalents	9	1,829
	(d) Short-Term Loans and Advances	10	8,543
	(e) Other Current Assets	11	13
	TOTAL		**1,44,865**

The Accompanying Significant Accounting Policies and Notes to Standalone Financial Statements are an Integral part of the Financial Statements.

As per our Report of Even date
For N R KRISHNAMOORTHY & CO
Chartered Accountants
FRN: 001492S

N R KRISHNAMOORTHY & CO
Chartered Accountants
CHENNAI

N R Krishnamoorthy
Partner
Membership No. 020638

UDIN: 25020638BMLCCK3032
Date: 16-07-2025
Place: Chennai

For and on behalf of the Board of Directors
Methodhub Consulting Inc

Ahobilam Nagasundaram
Director

Christopher Kuhn
Director

METHODHUB CONSULTING INC.
(Formerly known as CareAI Cloud Inc)
8, The Green A Ste Dover DE, USA 19901
Statement of Profit and Loss for the Year ended 31st March 2025

(In Rs. '000)

	Particulars	Notes	For the year ended 31st March 2025
I.	**INCOME**		
	Revenue from Operations	12	1,51,308
	Other Income		-
	Total Income		**1,51,308**
II.	**EXPENSES**		
	Direct Cost	13	92,103
	Employee Benefits Expense		-
	Finance Cost	14	1,608
	Depreciation and Amortization Expense		-
	Other Expenses	15	3,319
	Total Expenses		**97,030**
III.	**Profit before Exceptional and Extraordinary items and Tax**		**54,278**
	Exceptional and Extraordinary Items		-
IV.	**Profit before tax**		**54,278**
V.	**Tax expense:**		
	Current Tax		-
	Deferred Tax		-
	Profit after tax		**54,278**

The Accompanying Significant Accounting Policies and Notes to Standalone Financial Statements are an Integral part of the Financial Statements.

As per our Report of Even date
For N R KRISHNAMOORTHY & CO
Chartered Accountants
FRN: 001492S

N R KRISHNAMOORTHY & CO. Chartered Accountants CHENNAI

N R Krishnamoorthy
Partner
Membership No. 020638

UDIN: 25020638BMLCCK3032

Date: 16-07-2025

Place: Chennai

For and on behalf of the Board of Directors
Methodhub Consulting Inc

Ahobilam Nagasundaram
Director

Christopher Kuhn
Director

METHODHUB CONSULTING INC.
(Formerly known as CareAI Cloud Inc)
8, The Green A Ste Dover DE, USA 19901
Cash flow statement

(In Rs. '000)

Particulars	For the year ended 31st March 2025
Cash Flow from operating activities	
Profit before tax	54,278
Adjustments:	
Depreciation and amortization	-
Interest on Deposits	-
Write Back	-
Interest Expenses	2,250
	56,528
Adjustments:	
(Increase)/decrease in Inventories	-
(Increase)/decrease in Trade receivables	(64,769)
(Increase)/decrease in Short Term Loans and Advances	(8,543)
Increase/(decrease) in Trade payables	11,229
Increase/(decrease) in Short Term Borrowing	40,913
Increase/(decrease) in Other Current Assets	(13)
Increase/(decrease) in Other Current Liabilities	38,451
Cash generated from operations	**73,796**
Income taxes paid (Net of deferred tax)	-
Net cash provided/(used) by operating activities	**73,796**
Cash flow from investing activities	
Purchase of Property, Plant and Equipment and Intangible Asset	
Interest on Deposits	-
Increase/(decrease) in Non-current investments	(69,711)
Net cash provided/(used) by investing activities	**(69,711)**
Cash flow from financing activities	
Proceeds from Issue of Equity Shares	8
Finance cost paid	(2,250)
(Increase)/decrease in Other Non-Current Assets	-
Increase/(decrease) in Non-Current Liabilities	-
Net cash provided/(used) by financing activities	**(2,242)**
Net increase/(decrease) in cash and cash equivalents	**1,843**
Cash and Cash equivalents at the beginning of the Year	(14)
Cash and Cash equivalents at the end of the Year	1,829

Notes to Cash Flow Statement

a. The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard - 3 (AS -3) on Cash Flow Statements

b. Cash and Cash Equivalents Comprises of

	2024-25
Balances with Banks	
In Current Account	1,829
Cash on Hand	
Cash and Cash Equivalents in Cash Flow Statement	**1,829**

c. Figures in brackets indicate Cash outgo.

As per our Report of Even date
For N R KRISHNAMOORTHY & CO
Chartered Accountants
FRN: 001492S

N R KRISHNAMOORTHY & CO Chartered Accountants CHENNAI

N R Krishnamoorthy
Partner
Membership No. 020638
UDIN: 25020638BMLCCK3032
Date: 16-07-2025
Place: Chennai

For and on behalf of the Board of Directors
Methodhub Consulting Inc

Ahobilam Nagasundaram
Director

Christopher Kuhn
Director

METHODHUB CONSULTING INC.
(Formerly known as CareAI Cloud Inc)
8, The Green A Ste Dover DE, USA 19901
NOTES FINANCIAL STATEMENTS AS AT & FOR THE YEAR ENDED 31ST MARCH 2025

Rs. '000 except share data

	2 Share Capital:	For the year ended 31st March 2025
i)	**Authorised Share Capital**	
	1000 Common share of USD 0.1 each (converted into INR)	8
ii)	**Issued, Subscribed, and Fully paid up Share Capital**	
	a) Equity Shares of USD 0.1	
	1000 Common share of USD 0.1 each (converted into INR)	8
	Total	**8**

iii) Reconciliation of the No. of shares outstanding at the beginning and at the end of the Year

Particulars	As at 31st March 2025	
Equity Shares of USD 0.1/- each Fully Paid-up (Converted into INR)	**No. of Share**	**Amount (Rs.)**
Outstanding at the beginning of the Year	1,000	8
Issued during the Year	-	
Closing Number of Outstanding Shares	1,000	8

iv) Shares in the Company held by Each Shareholder holding more than 5% Shares

Particulars	As at 31st March 2025	
Equity Shares of USD 0.1/- each Fully Paid-up	**Number of**	**% holding in that class of**
Methodhub Software Ltd	1,000	100%

	3 Reserves and Surplus:	For the year ended 31st March 2025
ii)	**Surplus**	
	Balance in the statement of Profit and Loss at the beginning of the year	(14)
	Profit for the year	54,278
	Balance at the end of the Year	**54,264**

4 Short Term Borrowings	For the year ended 31st March 2025
Loans Repayable on Demand	
Unsecured	
Current Maturity of Long Term Debt	-
From Other Parties	40,913
Total	**40,913**

5 Trade Payables	For the year ended 31st March 2025
Due to -	
(a) Total outstanding due of Micro and Small Enterprises	-
(b) Others	11,229
Total	**11,229**

Trade Payables Ageing Schedule as at 31st March,2025

Sl. No.	Particulars	Outstanding for following periods from due date of Less than 1 year
(i)	MSME	-
(ii)	Others	11,229
(iii)	Disputed dues - MSME	-
(iv)	Disputed dues - Others	-

Note: There are no due exceeding a period of more than 1 year

6 Other Current Liabilities	For the year ended 31st March 2025
Statutory dues payable	10
Outstanding Expenses	3,586
Consideration Payable	34,855
Total	**38,451**

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Chartered Accountants
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METHODHUB CONSULTING INC.
(Formerly known as CareAI Cloud Inc)
8, The Green A Ste Dover DE, USA 19901
NOTES FINANCIAL STATEMENTS AS AT & FOR THE YEAR ENDED 31ST MARCH 2025

Rs. '000 except share data

7	Non Current Investment	For the year ended 31st March 2025
	Investment in Zortech Solutions Inc (Canada)	69,711
	Total	69,711

8 Trade Receivables

Unsecured, Considered Good	For the year ended 31st March 2025
Trade Receivables	64,769
Total	64,769

No trade or other receivable are due from directors or other officers of the company either severally or jointly with any other person

Trade Receivables Ageing Schedule as on March 31, 2025

Particulars	Current but not due	Outstanding for following periods from due date of payment			
		Less than 6 months	6 months to 1 year	1 year to 2 years	Total
Undisputed trade receivables - considered good	33,235	31,534			64,769
Add: Unbilled Debtor					
Less: Bill Discounted					
Undisputed trade receivables - credit impaired					-
Less: Allowances expected for credit losses					-
Total	33,235	31,534	-	-	64,769

9	Cash and Bank Balances	For the year ended 31st March 2025
	(a) Cash and Cash Equivalents	
	Balances with Banks	
	In Current Account	1,829
	Cash on Hand	-
	Total	1,829

10 Short-term Loans and Advances

Unsecured, Considered Good	For the year ended 31st March 2025
Other Short-Term Advances	-
Loan to related party - Zortech Solutions Inc (Canada)	8,543
Total	8,543

11 Other Current Assets

Considered Good	For the year ended 31st March 2025
Other Current Assets	13
Total	13

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METHODHUB CONSULTING INC.
(Formerly known as CareAI Cloud Inc)
8, The Green A Ste Dover DE, USA 19901
NOTES FINANCIAL STATEMENTS AS AT & FOR THE YEAR ENDED 31ST MARCH 2025

Rs. '000 except share data

12	**Revenue From Operations**	**For the year ended 31st March 2025**
	Information Technology Services	
	Total	1,51,308
		1,51,308

13	**Direct Costs**	**For the year ended 31st March 2025**
	Direct Expenses	
	Total	92,103
		92,103

14	**Finance Cost**	**For the year ended 31st March 2025**
	Interest Expenses	
	Forex Loss/(Gain)	2,250
	Other Borrowing Costs	(642)
	Total	
		1,608

15	**Other Expenses**	**For the year ended 31st March 2025**
	Rent, Rates and Taxes	
	Bank charges	18
	Legal & Professional Charges	405
	Office Expenses	2,876
	Total	20
		3,319

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Chartered Accountants
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Methodhub Consulting Inc
(formerly known as CareAI Cloud Inc)
Notes To Financial Statements
As at and for the year ended March 31, 2025

Corporate Information

Methodhub Consulting Inc (formerly known as CareAI Cloud Inc) was incorporated on March 01, 2021, under the laws of the State of Delaware, United States of America. Pursuant to a name change effected in May 2024, the entity is now known as Methodhub Consulting Inc.

The Company is a wholly owned subsidiary of Methodhub Software Ltd., an Indian company engaged in information technology consulting and software development services. The Company provides IT-enabled services to clients in India.

These financial statements have been prepared solely for the purpose of consolidation with the holding company, Methodhub Software Ltd., and in accordance with the accounting principles and policies followed by the holding company under Indian Generally Accepted Accounting Principles (Indian GAAP).

Business Information

The Company is engaged Consulting services which include assessment of the enterprise network, applications selection and advise on the software design and tools; (ii) Implementation services which include deployment, upgrades, enhancements, migration, training, documentation and maintenance of various information technology systems and (iii) Development services which include customization of network and applications in the private or public cloud environment.

Basis of Preparation

These financial statements have been prepared in accordance with the historical cost convention and on an accrual basis of accounting, in accordance with the accounting principles generally accepted in India ("Indian GAAP"), comprising the Accounting Standards (AS) notified under the Companies (Accounting Standards) Rules, 2006 (as amended). As the company was acquired during the current financial year, the financial information presented pertains solely to the current year, and comparative figures for the previous year have not been provided. These statements do not constitute statutory financials under local law and are prepared solely for the purpose of consolidation into the books of the parent company.

Share Capital

As of March 31, 2025, the share capital of Methodhub Consulting Inc. comprises the following:

- Authorized share capital: 1000 equity shares of par value Rs.8.341/- each
- Issued, subscribed, and fully paid-up share capital: 1000 equity shares of Rs.8.341/- each, amounting to a total paid-up capital of Rs.8,341/-

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All issued shares are held entirely (100%) by Methodhub Software Ltd., India, the holding company and Methodhub Consulting Inc. is a wholly owned subsidiary.

There are no classes of preferred shares, treasury shares, or other equity instruments issued by the Company as of the reporting date.

Summary of Significant Accounting Policies

Revenue Recognition

Revenue from Strategic advisory, Implementation and Development services are distinct performance obligations and is recognized on time-and-material or fixed-price project basis. Revenues related to time-and-material are recognized over the period the services are provided using labor hours. Revenues related to fixed-price contracts are recognized as the service is performed using the cost-to-cost method, under which the total value of revenues is recognized based on the percentage that each contract's total labor cost to date bears to the total expected labor costs. The cost-to-cost method requires estimation of future costs, which is updated as the project progresses to reflect the latest available information; such estimates and changes in estimates involve the use of judgment. The cumulative impact of any revision in estimates is reflected in the financial reporting period in which the change in estimate becomes known and any anticipated losses on contracts are recognized immediately, where appropriate.

The Company recognize revenues as they transfer control of deliverables (services and solutions) to their clients in an amount reflecting the consideration to which they expect to be entitled. To recognize revenues, the Company apply the following five step approach: (1) identify the contract with a customer, (2) identify the performance obligations in the contract, (3) determine the transaction price, (4) allocate the transaction price to the performance obligations in the contract, and (5) recognize revenues when a performance obligation is satisfied. The Company accounts for a contract when it has approval and commitment from all parties, the rights of the parties are identified, payment terms are identified, the contract has commercial substance and collectability of consideration is probable. The Company applies judgment in determining the customer's ability and intention to pay based on a variety of factors including the customer's historical payment experience.

For performance obligations where control is transferred over time, revenues are recognized based on the extent of progress towards completion of the performance obligation. The selection of the method to measure progress towards completion requires judgment and is based on the nature of the deliverables to be provided.

Foreign Currency translation:

Transactions in foreign currencies are translated into INR at the exchange rate prevailing on the transaction date. Monetary assets and liabilities are translated at year-end exchange rates. Exchange gains or losses are included in Income statement.

Chartered Accountants
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Employee Benefits (Salaries & Wages)

Short-term employee benefits (salaries, bonus, etc.) are recognized as expenses as incurred.

No long-term benefits or gratuity provisions have been created, as the company operates under the labour laws of USA, and there is no contractual obligation beyond short-term wages.

The preparation of financial statements in conformity with Indian GAAP requires the management to make estimates and assumptions that affect the reported amounts of income, expenses, assets, and liabilities. Actual results could differ from those estimates

Use of Estimates

The preparation of financial statements is in conformity with GAAP, which requires us to make estimates, judgments and assumptions that affect the financial statements and the notes thereto. These estimates are based on information available as of the date of the financial statements. On a regular basis, management evaluates these estimates and assumptions. Items subject to such estimates and assumptions include, but are not limited to:

- the standalone selling price for each distinct performance obligation
- the determination of the period of benefit for amortization of deferred costs
- the fair value of assets acquired, and liabilities assumed for business combinations.

Contract Balances

The timing of revenue recognition, billings, and cash collections results in billed accounts receivable, unbilled revenue (contract assets), and customer advances and deferred revenue (contract liabilities) on the Consolidated Balance Sheet. Amounts are billed as work progresses in accordance with agreed upon contractual terms, generally monthly upon achievement of contractual milestones. Generally, billing occurs after revenue recognition, resulting in contract assets. However, the Company sometimes receive advances or deposits from customers, particularly on international contracts, before revenue is recognized, resulting in contract liabilities. These deposits are liquidated when revenue is recognized.

Non-Current Investment

As of 31st March 2025, the Company holds a 51% equity interest in Zortech Solutions Inc, incorporated in Canada. This investment provides the Company with control over the subsidiary. However, since these are the Standalone Financial Statements of the parent company, the subsidiary has not been consolidated. The investment is presented as a non-current asset under "Investments. "And are stated at cost.

N R KRISHNAMOORTHY & CO
Chartered Accountants
CHENNAI

Classification and Measurement: The investment in Zortech Solutions Inc is classified as an investment in subsidiary and is accounted for using the cost method in accordance with Under this method:

- The investment is initially recorded at cost (i.e., the consideration paid).
- Dividends received from the subsidiary are recognized as income in the period in which they are declared.
- The investment is reviewed for indicators of impairment at each reporting date.

Impairment Review: The investment is tested for impairment when events or changes in circumstances indicate that its carrying amount may not be recoverable. If such evidence exists and the fair value is less than the carrying amount, an impairment loss is recognized in the income statement.

Cash and Cash Equivalents

Cash and cash equivalents include highly liquid investments with original maturities of three months or less. Cash and cash equivalents include cash and short-term deposits with original maturity under 90 days.

Accounts Receivable

The Company extends credit to clients based upon management's assessment of their creditworthiness on an unsecured basis. The Company provides an allowance for uncollectible accounts based on historical experience and management evaluation of trend analysis. The Company includes any balances that are determined to be uncollectible in its allowance for credit losses.

The Company's trade and other receivables are exposed to the risk of financial loss if the counterparty fails to meet its contractual obligations. Trade and other receivables credit exposure is minimized by entering transactions with creditworthy counterparties and monitoring the age and balances outstanding on an ongoing basis. Most of the Company's credit exposures are with counterparties in the consulting and technology industries and are subject to normal industry credit risk. Payment terms with customers are 45-60 days from invoice date.

Accounts Payable

Accounts payable and accrued liabilities represent amounts due to suppliers and service providers for goods and services received prior to the end of the reporting period. These include trade payables, accrued salaries and benefits, professional fees, utilities, and other operating expenses.

All amounts are unsecured, non-interest bearing, and are expected to be settled within the normal operating cycle of the Company, typically within 30 to 60 days. There are no significant overdue balances or disputes with suppliers as of the reporting date.

Chartered Accountants
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Property and Equipment

Property and equipment are 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 ranging from 3 to 7 years. Leasehold improvements are amortized using the straight-line method over the shorter of the lease terms or the useful lives of the improvements. The Company charges repairs and maintenance costs that do not extend the lives of the assets to expenses as incurred.

Income taxes

Tax expense recognized in net earnings or loss comprises the sum of deferred income tax and current income tax not recognized. Current income tax assets and liabilities are comprised of claims from, or obligations to, fiscal authorities relating to the current or prior reporting periods, which are unpaid at the reporting date. Current tax is the tax expected to be payable on the taxable income for the year calculated using rates that have been enacted or substantively enacted at the balance sheet date. It includes adjustments for taxes expected to be payable or recoverable in respect of previous periods. Where the amount of tax payable or recoverable is uncertain, the Company establishes provisions based on the most likely amount of the liability or recovery. The calculation of current income tax is based on tax rates and tax laws that have been enacted or substantively enacted at the end of the reporting period.

Under this approach, deferred taxes represent the future tax consequences expected to occur when the reported amounts of assets and liabilities are recovered or paid. The provision for income taxes represents income taxes paid or payable for the current year plus the change in deferred taxes during the period. Deferred taxes result from differences between the financial and tax basis of the Company's assets and liabilities and are adjusted for changes in tax rates and tax laws when changes are enacted. Valuation allowances are recorded to reduce deferred tax assets when it is more likely than not that a tax benefit will not be realized. Deferred tax assets and liabilities are measured using enacted tax rates applicable in the years in which they are expected to be recovered or settled. The effect on deferred tax assets and liabilities of a change in tax law is recognized in income in the period that includes the enactment date.

Borrowing costs

Borrowing costs are interest expenses incurred on Company's debts. Borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as a component of the cost of the asset to which it is related. All other borrowing costs are expensed in the period in which they are incurred and are reported in finance costs.

N R KRISHNAMOORTHY & CO
Chartered Accountants
CHENNAI

Methodhub Consulting Inc
(formerly known as CareAI Cloud Inc)
Notes To Financial Statements
As at and for the year ended March 31, 2025

Other Current Liabilities

Other current liabilities consist of the following: (in '000's)

Statutory dues payable	10
Outstanding Expenses	3,586
Consideration Payable	34,855
Total	**38,451**

During the year ended 31st March 2025, the Company acquired a 51% equity interest in Zortech Solutions Inc, representing a controlling stake in the business. the balance of consideration payable for the acquisition of controlling interest in the subsidiary is treated as part of current liability.

Legal Matters

The Company is not involved in any action, arbitration and/or other legal proceedings that it expects to have a material adverse effect on the business, financial condition, results of operations or liquidity of the Company. All legal costs are expensed as incurred.

Events After Balance Sheet Date

No significant events have occurred after the balance sheet date which require disclosure or adjustment.

Approval of Financial Statements

These financial statements were approved by the Board of Directors of Methodhub Consulting INC. on 16th July 2025 and are intended solely for consolidation by the holding company Methodhub Software Ltd.

As per our Audit Report of Even date
For N R KRISHNAMOORTHY & CO
Chartered Accountants
FRN: 001492S

N R KRISHNAMOORTHY & CO. Chartered Accountants CHENNAI

N R Krishnamoorthy
Partner
Membership No. 020638
Date: 16-07-2025
Place: Chennai
UDIN: 25020638BMLCCK3032

For and on behalf of the Board of Directors
Methodhub Consulting Inc

Ahobilam Nagasundaram
Director

Christopher Kuhn
Director