

F.C.S SOFTWARE MIDDLE EAST FZE
RAS AL KHAIMAH, U.A.E.

STATEMENT OF FINANCIAL POSITION AS ON MARCH 31, 2022

	Notes	31-03-2022 USD	31-03-2021 USD
NON-CURRENT ASSETS			
Intangible assets	5	-	-
		-	-
CURRENT ASSETS			
Other receivables & prepayments	6	-	-
		-	-
TOTAL ASSETS			
		-	-
CURRENT LIABILITIES			
		-	-
NON-CURRENT LIABILITIES			
		-	-
TOTAL LIABILITIES			
		-	-
SHAREHOLDERS' FUNDS			
Share capital		73,732,970	73,732,970
Statutory reserve	7	786,936	786,936
Retained earnings	8	(74,519,906)	(74,519,906)
Equity fund		-	-
Shareholder's current account	9	-	-
		-	-
TOTAL EQUITY AND LIABILITIES			
		-	-

The accompanying notes form an integral part of these financial statements.

The report of the independent auditor is set out on page 3 & 4.

We confirm that we are responsible for these financial statements, including selecting the accounting policies and making the judgements underlying them.

Approved by the directors on May 25, 2022

For FCS Software Middle East FZE

Managing Director



F.C.S SOFTWARE MIDDLE EAST FZE
RAS AL KHAIMAH, U.A.E.

**STATEMENT OF PROFIT & LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR
ENDED MARCH 31, 2022**

	Notes	31-03-2022 USD	31-03-2021 USD
Sales		-	-
Cost of sales		-	-
Gross profit		-	-
Expenses			
General & administrative expenses	10	-	-
Amortisation of intangible assets		-	-
Total expenses		-	-
Other income	11	-	-
Net Profit / (Loss) for the year		-	-

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Approved by the directors on May 25, 2022

For FCS Software Middle East FZE

Managing Director



F.C.S SOFTWARE MIDDLE EAST FZE
RAS AL KHAIMAH, U.A.E.

STATEMENT OF CHANGES IN EQUITY AS AT MARCH 31, 2022

	Share Capital	Statutory Reserve	Retained Earnings/ (Accumulated Loss)	Current Accounts	Total USD
Balance as on 01-04-2020	73,732,970	786,936	(74,559,614)	39,708	-
Net Profit / (Loss) for the year	-	-	-	-	-
Transfer during the year	-	-	39,708	(39,708)	
Balance as on 31-03-2021	73,732,970	786,936	(74,519,906)	-	-
Net Profit / (Loss) for the year	-	-	-	-	-
Balance as on 31-03-2022	73,732,970	786,936	(74,519,906)	-	-

The accompanying notes form an integral part of these financial statements.

The report of the independent auditor is set out on page 3 & 4.



F.C.S SOFTWARE MIDDLE EAST FZE
RAS AL KHAIMAH, U.A.E.

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2022

	31-03-2022	31-03-2021
	USD	USD
Cash flows from operating activities		
Net Profit / (Loss) for the year	-	-
Amortisation of intangible assets	-	-
Funds generated from operations	-	-
Changes in working capital		
(Increase) / decrease in other receivables & prepayments	-	-
Increase / (decrease) in other payables	-	-
Net cash inflow / (outflow) working capital activities	-	-
Net cash inflow / (outflow) from operating activities	-	-
Net cash inflow / (outflow) from investing activities		
Net cash inflow / (outflow) from financing activities		
Net Increase / (decrease) in cash and cash equivalents	-	-
Cash & bank balances at the beginning of the year	-	-
Cash and cash equivalents at the end of the year	-	-

The accompanying notes form an integral part of these financial statements.

The report of the independent auditor is set out on page 3 & 4.



F.C.S SOFTWARE MIDDLE EAST FZE
RAS AL KHAIMAH, U.A.E.

Notes to the Financial Statements for the year ended March 31, 2022

1. LEGAL STATUS & BUSINESS ACTIVITIES

- a) **F.C.S Software Middle East FZE**, (“the Establishment”) was registered with Free Trade Zone, Ras Al Khaimah, U.A.E. (Commercial License No. 5004413) as a Free Zone Establishment on October 28, 2009.

The company has not renewed the license since **October 27, 2020**.

- b) The main activity of the Establishment is trading in computer software, Data Processing & equipment requisites.
- c) The management and control of the Establishment is vested with the Managing Director Mr. Dalip Kumar (Indian national).
- d) The registered office address of the Establishment is P.O. Box. 16111, RAKEZ Business Zone – FZ, Ras Al Khaimah, U.A.E.

2. SHARE CAPITAL

Authorised, issued and paid up capital of the Establishment is USD 73,732,970 divided into 2,706 Shares of USD 27,248 each fully paid and held by the shareholders as follows:

Sl No.	Name of the Shareholder	Nationality	No. of Shares	Value USD	Shareholding %
1.	FCS Software Solutions Ltd	Indian Co.	2,706	73,732,970	100
			2,706	73,732,970	100

3. GOING CONCERN

Share capital has been completely eroded and resulting net worth of the company become Nil during the reporting period. The Company continues to be funded by Holding company to meet its liabilities as and when they fall due. These Accounts are prepared as a Going Concern.

4. SIGNIFICANT ACCOUNTING POLICIES

The financial statements are prepared under the historical cost convention, and in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board (IASB). The significant accounting policies adopted, and those have been consistently applied, are as follows:



4.1 **Intangible assets**

Intangible assets are stated at cost less accumulated amortization and impairment losses. The amount incurred towards development of software is amortised using the straight-line method over 10 years.

4.2 **Staff end-of-service benefits**

No provision for gratuity has been made and same shall be accounted on cash basis.

4.3 **Revenue recognition**

The Establishment has not earned any revenue during the year.

4.4 **Foreign Currency transactions**

Transactions in foreign currencies are translated into US Dollars at the rate of exchange ruling on the date of the transactions.

Monetary assets and liabilities expressed in foreign currencies are translated into US Dollars at the rate of exchange ruling at the balance sheet date.

Gains or losses resulting from foreign currency transactions are taken to the income statement.

4.5 **Financial Instruments**

Financial assets and financial liabilities are recognized when, and only when, the Establishment becomes a party to the contractual provisions of the instrument.

Financial assets are de-recognized when, and only when, the contractual rights to receive cash flows expire or when substantially all the risks and rewards of ownership have been transferred.

Financial liabilities are de-recognized when, and only when, they are extinguished, cancelled or expired.

Current and non-current financial assets that have fixed or determinable payments and for which there is no active market, which comprise cash and bank balances and loans and advances and stated at cost or, if the impact is material, at amortised cost using the effective interest method, less any write down for impairment losses plus reversals of impairment losses. Impairment losses and reversals thereof are recognized in the income statement.

Current and non-current financial liabilities, which comprise current and non-current bank borrowings, trade and other payables and shareholders' current accounts, are measured at cost or, if the impact is material, at amortised cost using the effective interest method.

4.6 **Significant judgments and key assumptions**

The significant judgments made in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are as follows:



Impairment

At each balance sheet date, management conducts an assessment of property, plant, equipment and all financial assets to determine whether there are any indications that they may be impaired. In the absence of such indications, no further action is taken. If such indications do exist, an analysis of each asset is undertaken to determine its net recoverable amount and, if this is below its carrying amount, a provision is made. In the case of loans and receivables, if an amount is deemed irrecoverable, it is written off to the income statement or, if previously a provision was made, it is written off against the provision. Reversals of provisions against loans and receivables are made to the extent of the related amounts being recovered.

Key assumptions made concerning the future and other key sources of estimation uncertainty at the balance sheet date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are as follows:

Doubtful Debt Provisions

Management regularly undertakes a review of the amounts of trade receivables, loans and advances owed to the Establishment from third parties (note no.5) and assesses the likelihood of non-recovery. Such assessment is based upon the age of the debts, historic recovery rates and assessed creditworthiness of the debtor. Based on the assessment assumptions are made as to the level of Provisions required.

Impairment

Assessments of net recoverable amounts of property, plant, equipment and all financial assets other than loans and receivables (see above) are based on assumptions regarding future cash flows expected to be received from the related assets.



F.C.S SOFTWARE MIDDLE EAST FZE
RAS AL KHAIMAH, U.A.E.

Notes related to the financial statements (continued) for the year ended March 31, 2022

	31-03-2022	31-03-2021
	USD	USD
5 INTANGIBLE ASSETS		
Cost		
Opening balance	76,854,675	76,854,675
Balance at the end of the year	<u>76,854,675</u>	<u>76,854,675</u>
Amortisation		
Opening balance	76,854,675	76,854,675
For the year	-	-
Balance at the end of the year	<u>76,854,675</u>	<u>76,854,675</u>
Net book value		
At the end of the year	<u>-</u>	<u>-</u>
6 OTHER RECEIVABLES & PREPAYMENTS		
Prepayments	-	-
	<u>-</u>	<u>-</u>
7 STATUTORY RESERVE		
Opening balance	786,936	786,936
	<u>786,936</u>	<u>786,936</u>
8 RETAINED EARNINGS/(ACCUMULATED LOSS)		
Opening balance	(74,519,906)	(74,559,614)
Net Profit / (Loss) for the year	-	-
Transfer during the year	-	39,708
	<u>(74,519,906)</u>	<u>(74,519,906)</u>
9 SHAREHOLDERS' CURRENT ACCOUNT		
Opening balance	-	39,708
Transfer during the year	-	(39,708)
Balance -at the end of the year	<u>-</u>	<u>-</u>
10 GENERAL & ADMINISTRATIVE EXPENSES		
Marketing & business dev. expenses	-	-
	<u>-</u>	<u>-</u>
11 OTHER INCOME		
Amount written back	-	-
	<u>-</u>	<u>-</u>
12 CONTINGENT LIABILITY		
Except for the ongoing business obligations which are under normal course of business against which no loss is expected, there has been no other known contingent liability or capital commitment on company's account as of balance sheet date.		



13 FINANCIAL INSTRUMENTS

Financial instruments of the company comprises of other receivables and other payables.

Risk Management

Credit risk

The financial assets that potentially expose the company to credit risk comprise principally of other receivables.

The company is not maintaining any bank account as on date.

Exchange rate risk

There are no significant exchange rate risks as substantially all financial assets and financial liabilities are denominated in US Dollars to which the conversion of Dhiraams is fixed.

14 All the figures have been rounded off to the nearest USD.

15 COMPARATIVE AMOUNTS

Figures of the previous year are regrouped/ reclassified wherever necessary to confirm the current year's presentation.

Approved by the directors on May 25, 2022

For FCS Software Middle East FZE

Managing Director

