

**Global Hi-Tech Films, Inc. (Formerly known as Global Pet
Films, Inc.)**

Financial Statements

March 31, 2023 and March 31, 2022

KNAV P.A.

Certified Public Accountants
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America Counts on CPAs

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Independent Auditor's Report

To the Board of Directors,
Global Hi-Tech Films, Inc. (formerly known as Global Pet Films, Inc.)
Gaithersburg, MD, USA

Opinion

We have audited the financial statements of Global Hi-Tech Films, Inc. (the "Company"), which comprise the balance sheets as of March 31, 2023, and March 31, 2022, and the related statements of income, stockholders' equity and cash flows for the years then ended and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company, as of March 31, 2023, and March 31, 2022, and the results of its operations and its cash flows for the years then ended, in accordance with accounting principles generally accepted in the United States of America.

Basis for opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. 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 required to be independent of the Company and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of management for the financial statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole 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 absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. 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. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- 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. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

KNAV P.A.

Atlanta, Georgia

May 12, 2023

Global Hi-Tech Films, Inc. (Formerly known as Global Pet Films, Inc.)

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Global Hi-Tech Films, Inc. (Formerly known as Global Pet Films, Inc.)

Financial Statements

March 31, 2023 and March 31, 2022

Balance sheets*(All amounts are stated in United States Dollars, unless otherwise stated)*

	As of	
	March 31, 2023	March 31, 2022
ASSETS		
Current assets		
Cash and cash equivalents	2,405,405	5,786,702
Accounts receivable, net	121,601	178,336
Inventories	6,558,426	4,204,819
Other current assets	829,769	519,165
Total current assets	9,915,201	10,689,022
Equipment, net	3,206	4,523
Right of use asset- operating lease	71,194	-
Other assets	3,122	3,122
Total assets	9,992,723	10,696,667
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Related party payable	4,359,550	5,816,910
Accounts payable, others	-	1,554
Current portion of operating lease liability	38,799	-
Other current liabilities	964,485	1,334,755
Total current liabilities	5,362,834	7,153,219
Operating lease liability	32,803	-
Total liabilities	5,395,637	7,153,219
Stockholders' equity		
Common stock (100,000 shares of \$ 1 each, authorized, issued and outstanding)	100,000	100,000
Accumulated surplus	4,497,086	3,443,448
Total stockholders' equity	4,597,086	3,543,448
Total liabilities and stockholders' equity	9,992,723	10,696,667

(The accompanying notes are an integral part of these financial statements.)

Global Hi-Tech Films, Inc. (Formerly known as Global Pet Films, Inc.)

Financial Statements

March 31, 2023 and March 31, 2022

Statements of income

(All amounts are stated in United States Dollars, unless otherwise stated)

	For the year ended	
	March 31, 2023	March 31, 2022
Operating revenues	58,932,549	48,660,077
Less: cost of revenues	(53,954,208)	(44,635,442)
Gross profit	4,978,341	4,024,635
Cost and expenses		
Selling, general and administrative expenses	2,030,767	1,594,532
Depreciation expense	1,317	2,823
Total cost and expenses	2,032,084	1,597,355
Operating income	2,946,257	2,427,280
Other income	34,084	9,005
Income before income taxes	2,980,341	2,436,285
Current tax expenses	826,703	668,110
Net income for the year	2,153,638	1,768,175

(The accompanying notes are an integral part of these financial statements.)

Global Hi-Tech Films, Inc. (Formerly known as Global Pet Films, Inc.)

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Statement of stockholders' equity

For the years ended March 31, 2023, and March 31, 2022

(All amounts are stated in United States Dollars, except number of shares)

Balance as of April 01, 2021

Net income for the year

Dividend distribution

Balance as of March 31, 2022

Balance as of April 01, 2022

Net income for the year

Dividend distribution

Balance as of March 31, 2023

	Common Stock		Retained earnings	Total stockholders' equity
	authorized, issued and outstanding Shares	Value (\$)		
Balance as of April 01, 2021	100,000	100,000	2,175,273	2,275,273
Net income for the year	-	-	1,768,175	1,768,175
Dividend distribution	-	-	(500,000)	(500,000)
Balance as of March 31, 2022	100,000	100,000	3,443,448	3,543,448
Balance as of April 01, 2022	100,000	100,000	3,443,448	3,543,448
Net income for the year	-	-	2,153,638	2,153,638
Dividend distribution	-	-	(1,100,000)	(1,100,000)
Balance as of March 31, 2023	100,000	100,000	4,497,086	4,597,086

(The accompanying notes are integral part of these financial statements.)

Global Hi-Tech Films, Inc. (Formerly known as Global Pet Films, Inc.)

Financial Statements

March 31, 2023 and March 31, 2022

Statements of cash flows*(All amounts are stated in United States Dollars, unless otherwise stated)*

For the year ended

March 31, 2023 **March 31, 2022****Cash flow from operating activities****Net income** 2,153,638 1,768,175**Adjustments to reconcile net income to net cash used in operating activities:**

Depreciation expense 1,317 2,823

Changes in assets and liabilities

Accounts receivable, net 56,735 169,604

Accounts receivable, from related party - 280,932

Inventories (2,353,607) (3,196,671)

Operating Lease asset (71,194) -

Other current assets (310,604) (296,070)

Related party payable (1,457,360) 4,267,694

Accounts payable (1,554) 1,554

Operating lease liability 71,602 -

Other current liabilities (370,270) 948,700

Net cash used in operating activities **(2,281,297)** **3,946,741****Cash flow from investing activities**

Purchase of equipment - (1,069)

Net cash used in investing activities **-** **(1,069)****Cash flow from financing activities**

Dividend distribution (1,100,000) (500,000)

Net cash used in financing activities **(1,100,000)** **(500,000)**

Net decrease in cash and cash equivalents (3,381,297) 3,445,672

Cash and cash equivalents at the beginning of the year 5,786,702 2,341,030

Cash and cash equivalents at the end of the year **2,405,405** **5,786,702****Supplementary cash flow information**

Income taxes paid 593,250 706,074

Acquisition of right-of-use assets 107,337 -

(The accompanying notes are integral part of these financial statements.)

Global Hi-Tech Films, Inc. (Formerly known as Global Pet Films, Inc.)

Financial Statements

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Notes to Financial Statements

NOTE A - NATURE OF OPERATIONS

Global Hi-Tech Films, Inc. (formerly known as Global Pet Films, Inc.) (‘the Company’) was incorporated on December 22, 1997, under the laws of State of Illinois, USA and is also registered with State of Florida and State of Maryland, USA. The Company is engaged in the business of supply and distribution of polyester and solar control films in USA. The Company has its place of business in Gaithersburg, Maryland USA. The Company is a subsidiary of Garware Hi-Tech Films International Limited (Formerly known as Garware Polyester International Limited), a United Kingdom company which is ultimately held by Garware Hi-Tech Films Limited (“GHFL” or “the Ultimate Parent Company”).

On August 23, 2021, the Company changed its name to Global Hi-Tech Films, Inc. from Global Pet Films, Inc.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared in accordance with generally accepted accounting principles in the United States of America. The significant accounting policies are detailed below:

1 Basis of preparation

- a. The accompanying financial statements are prepared under the historical cost convention on the accrual basis of accounting in accordance with the accounting and reporting requirements of generally accepted accounting principles in the United States of America (‘US GAAP’) to reflect the financial position, results of operations and cash flows of the Company.
- b. The financial statements are presented for the year April 01, 2022 to March 31, 2023 and April 01, 2021 to March 31, 2022. All amounts are stated in United States Dollars, unless specified otherwise.

2 Use of estimates

The preparation of financial statements in conformity with US GAAP requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. The management’s estimates for determination of useful lives for equipment, provision for doubtful debts, inventory valuation and estimation relating to unsettled transactions and events at the balance sheet date represent certain of these particularly sensitive estimates. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Actual results could differ from these estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Revisions in accounting estimates are recognized prospectively in the current and future periods.

3 Cash and cash equivalents

The Company considers all short-term, highly liquid investments with an original maturity of three months or less to be cash equivalents. The Company maintains its cash in bank deposit and money market accounts which, at times, may exceed federally insured limits. The Company has not experienced any losses in such accounts. The Company believes it is not exposed to any significant risk on cash and cash equivalents.

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4 Revenue recognition

Revenue is recognized when obligations under the terms of a contract with a customer are satisfied; generally, this occurs with the transfer of control of the Company's products or services. Revenue is measured as the amount of consideration the Company expects to receive in exchange for transferring goods or providing services. A performance obligation is a promise in a contract to transfer a distinct good or service to the customer and is the unit of account in the contract. A contract's transaction price is allocated to each distinct performance obligation and recognized as revenue when, or as, the performance obligation is satisfied.

The Company's contracts with customers are comprised of purchase orders along with standard terms and conditions. These contracts with customers typically consist of sale of products which represent single performance obligations that are satisfied upon transfer of control of the product to the customer at a point in time. Revenue from sale of goods is shown net of provisions for estimated sales returns, consumer and trade promotions, rebates, cash discounts, promotional reserve, and other deductions. Provisions for rebates to customers are provided in the same period that the sales are recorded. Shipping and handling activities are considered to be fulfillment activities and are not considered to be a separate performance obligation.

5 Allowance for doubtful accounts

The Company maintains an allowance for doubtful accounts for estimated losses resulting from the inability of their customers to make required payments. Management analyzes accounts receivables and the composition of the accounts receivables aging, historical bad debts, current economic trends, and customer credit worthiness when evaluating the adequacy of the allowance for doubtful accounts.

6 Inventories

Inventories are stated at the lower of cost and market (net realizable) value. Cost is determined using the First-in First-Out (FIFO) method.

A write down of inventory to the lower of cost or market value at the close of a fiscal period creates a new cost basis and is not marked up based on changes in underlying facts and circumstances.

Inventories are reviewed on a periodic basis for identification and write-off of slow moving, obsolete and impaired inventory. Such write-downs, if any, are included in cost of revenues.

7 Equipment and depreciation

Equipment are stated at cost less accumulated depreciation. Cost of items of equipment comprise cost of purchase and other costs necessarily incurred to bring it to the condition and location necessary for its intended use. The Company depreciates assets using modified accelerated cost recovery system (MACRS) method over the useful lives of the assets. Upon retirement or disposal of assets, the cost and accumulated depreciation are eliminated from the accounts and the resulting gain or loss is credited or charged to operations.

The estimated useful life used to determine depreciation is:

Equipment	7 years
Furniture & fixtures	5 years

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8 Impairment of long-lived assets

Long-lived assets, including equipment, are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of such assets may not be recoverable. Such assets are considered to be impaired if the carrying amount of the assets is higher than the future undiscounted net cash flows expected to be generated from the assets. The impairment amount to be recognized is measured by the amount by which the carrying value of the assets exceeds its fair value. No impairment loss has been recognized for the year ended March 31, 2023, and March 31, 2022.

9 Operating leases right-of-use assets

The Company adopted Accounting Standard Codification ("ASC") Topic 842, "Leases" ("ASC 842") as of April 01, 2022, using the modified retrospective method. The comparative information has not been restated and continues to be reported under the lease accounting standard in effect of those periods. The new lease standard requires all leases to be reported on the balance sheet as operating lease right-of-use assets and lease obligations. The Company elected the practical expedients permitted under the transition guidance of the new standard that retained the lease classification and initial direct costs for any leases that existed prior to adoption of the standard.

The Company's leases are classified as operating leases, which are included in operating lease right-of-use assets and operating lease liabilities in the Company's balance sheet. Right-of-use assets and lease liabilities are recognized based on the present value of the future minimum lease payments over the lease term at the commencement date for leases exceeding 12 months. Minimum lease payments include only the fixed lease component of the agreement, as well as any variable rate payments that depend on an index, initially measured using the index at the lease commencement date. Lease terms may include options to renew when it is reasonably certain that the Company will exercise that option.

The Company's estimation considers the market rates of the Company's outstanding collateralized borrowings and interpolations of rates outside of the terms of the outstanding borrowings, including comparisons to comparable borrowings of similarly rated companies with longer term borrowings. Operating lease expense is recognized on a straight-line basis over the lease term and is included in cost of revenue or general and administrative expense. Leases with a lease term of 12 months or less from the commencement date that do not contain a purchase option are recognized as an expense on a straight-line basis over the lease term. The Company notes that adopting the new standard resulted in recording a lease liability and right-of-use asset associated with the Company's facility lease agreement totalling \$107,337, as of April 01, 2022.

Operating leases as per old standard – ASC 840

The Company leases a facility. Lease rent expenses on operating leases are charged to statement of income over the lease term. Company's lease contain renewal options, rent escalation clauses, and/or landlord incentives. Rent expense for non-cancelable operating leases with scheduled rent increases and/or landlord incentives is recognized on a straight-line basis over the lease term, including any applicable rent holidays, beginning with the lease commencement date, or the date the Company takes control of the leased space, whichever is sooner. The excess of straight-line rent expense over scheduled payment amounts, and landlord incentives is recorded as a deferred rent liability. The Company followed the accounting policy to account for leases for the year ended March 31, 2022.

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10 Income taxes

In accordance with the provisions of Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic 740 "Income Taxes," income taxes are accounted for using the asset and liability method. Deferred tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases and operating loss carryforwards.

Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in income in the period that includes the enactment date. The deferred tax asset is reduced by a valuation allowance if it is more likely than not that some portion or all of the assets will not be realized. All deferred tax assets and liabilities, along with any related valuation allowance, are classified as noncurrent on the balance sheet.

11 Fair value measurements and financial instruments

Assets and liabilities recorded at fair value in the financial statements are categorized based upon the level of judgment associated with the inputs used to measure their fair value. Hierarchical levels which are directly related to the amount of subjectivity associated with the inputs to the valuation of these assets or liabilities are as follows:

Level 1 – unadjusted quoted prices in active markets for identical assets or liabilities that the Company has the ability to access as of the measurement date.

Level 2 – inputs other than quoted prices included within Level 1 that are directly observable for the asset or liability or indirectly observable through corroboration with observable market data.

Level 3 – unobservable inputs for the asset or liability only used when there is little, if any, market activity for the asset or liability at the measurement date.

This hierarchy requires the Company to use observable market data, when available, and to minimize the use of unobservable inputs when determining fair value.

12 Commitments and contingencies

Liabilities for loss contingencies arising from claims, assessments, litigation, fines, and penalties and other sources are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated. Legal costs incurred in connection with loss contingencies are expensed as incurred. Contingent liabilities are not recognized but are disclosed in the notes. Contingent assets are neither recognized nor disclosed in the financial statements.

NOTE C - FINANCIAL INSTRUMENTS AND CONCENTRATION OF CREDIT RISK

Financial instruments that potentially subject the Company to concentrations of credit risk consist principally of cash equivalents and accounts receivable. By their nature, all accounts receivable involve risk including the credit risk of non-performance by counter parties. In management's opinion, as of March 31, 2023 there was no significant risk of loss in the event of non-performance of the counter parties to these cash equivalents and accounts receivable.

Two customers accounted for 100% of the total accounts receivables as on March 31, 2023 (March 31, 2022: One customer for 69%). The Company owes 100% of total accounts payable to Garware Hi-Tech Films Limited and Garware Hi-Tech Films International Limited as of March 31, 2023. (March 31, 2022: 100% of the total accounts payable to the related parties, namely Garware Hi-Tech Films Limited and Garware Hi-Tech Films International Limited).

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NOTE D - CASH AND CASH EQUIVALENTS

Cash and cash equivalents include the following:

	As of	
	March 31, 2023	March 31, 2022
Balances with banks	2,405,405	5,786,702
Total	2,405,405	5,786,702

Cash balances in bank accounts are insured by the Federal Deposit Insurance Corporation up to \$ 250,000 (previous year – \$ 250,000) for each insured bank for each account per depositor.

NOTE E - ACCOUNTS RECEIVABLE, NET

Accounts receivable include the following:

	As of	
	March 31, 2023	March 31, 2022
Amounts due from customers	121,601	178,336
Total	121,601	178,336

As of March 31, 2023, the allowance for doubtful accounts is \$ Nil (As of March 31, 2022: Nil)

NOTE F - INVENTORIES

	As of	
	March 31, 2023	March 31, 2022
Inventory of finished goods	6,558,426	4,204,819
Total	6,558,426	4,204,819

NOTE G - OTHER CURRENT ASSETS

Other current assets comprise the following:

	As of	
	March 31, 2023	March 31, 2022
Deposit for customs clearing	800,000	500,000
Prepaid expenses	28,954	19,165
Advance to Employees	815	-
Total	829,769	519,165

NOTE H - EQUIPMENT, NET

Equipment, net includes the following:

	As of	
	March 31, 2023	March 31, 2022
Data processing equipment	4,635	4,635
Furniture & fixtures	8,624	8,624
	13,259	13,259
Less: accumulated depreciation	(10,053)	(8,736)
Equipment, net	3,206	4,523

Depreciation expense for the year ended March 31, 2023 was \$ 1,317 (March 2022: \$ 2,823).

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NOTE I - OTHER CURRENT LIABILITIES

Other current liabilities include:

	As of	
	March 31, 2023	March 31, 2022
Advance from customers	605,870	1,261,044
Accrued expenses	91,245	54,305
Provision for taxes	267,370	19,406
Total	964,485	1,334,755

NOTE J - LEASES

General description of the lease

The Company facilities an office space under operating leases which have non-cancellable terms through January 2025.

Non-lease components: Leases that contain non-lease components are accounted for as a single component and recorded on the balance sheet for certain asset classes including equipment. Non-lease components include, but are not limited to, common area maintenance and service arrangements.

Package of practical expedients: The Company will not reassess whether any expired or existing contracts are leases or contain leases, the lease classification for any expired or existing leases or any initial direct costs for any expired or existing leases as of the transition date.

Additional transition methods: The Company adopted the standard using a modified retrospective approach, applying the standard's transition provisions at the beginning of the period of adoption and maintain previous disclosure requirements for comparative periods.

The Company used the following policies and/or assumptions in evaluating the lease population:

Lease determination: The Company considers a contract to be or to contain a lease if the contract conveys the right to control the use of identified property, plant, or equipment (an identified asset) for a period of time in exchange for consideration.

Discount rate: When the lease contracts do not provide a readily determinable implicit rate, the Company uses the estimated incremental borrowing rate based on information available at the inception of the lease. The discount rate is determined by asset class.

Variable payments: The Company includes payments that are based on an index or rate within the calculation of right of use leased assets and lease liabilities, initially measured at the lease commencement date. There are variable payments in the nature of shared rent costs and tenant's share of expenses and therefore are not treated as a part of lease payments.

Renewal options: Most leases include one or more options to renew, with renewal terms that can extend the lease term from one or more years. The exercise of lease renewal options is at the Company's sole discretion.

Residual value guarantees, restrictions, or covenants: The lease agreements do not contain any material residual value guarantees or material restrictive covenants.

Short-term leases: Leases with an initial term of 12 months or less are not recorded on the balance sheet; the Company recognizes lease expense for these leases on a straight-line basis over the lease term and expense the associated operating lease costs to administrative expenses on the statements of income.

The table below presents the classification of the operating lease assets and liabilities:

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Leases	Balance classification	Sheet	As of	
			March 31, 2023	March 31, 2022
Assets				
Operating lease right-of-use assets	Non-current asset		71,194	-
Liabilities				
Operating lease liabilities	Non-current liabilities		32,803	-
	Current liabilities		38,799	-
			71,602	-

Operating lease expense has been recognized in the statements of income under the head “selling, general & administrative expenses”

The following table contains supplemental cash flow information related to leases for the year ended March 31, 2023.

	For the year ended	
	March 31, 2023	March 31, 2022
Cash paid for amounts included in the measurement of lease liabilities		
Operating cash flows from operating expenses	40,297	-
Right-of-use operating lease assets obtained in exchange for lease obligations	107,337	-

Future minimum payments under non-cancelable operating lease are as follows:

Year ended March 31,	Amount (\$)
2024	41,506
2025	33,528
Total minimum lease payments	75,033
Less: imputed interest	3,431
Operating lease liabilities	71,602
	As of
	March 31, 2023
Weighted average remaining lease terms (years) – operating leases	1.54 years
Weighted average – discount rate	5.00%

NOTE K - INCOME TAXES

The Company will file federal and state tax returns as per regulations applicable to Chapter C corporations in the United States.

The components of the provision for income taxes are as follows:

	For the year ended	
	March 31, 2023	March 31, 2022
Current taxes		
- Federal income tax	569,952	467,064
- State income tax	256,751	201,046
Total	826,703	668,110

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As of March 31, 2023, and March 31, 2022, the Company has not recognized any deferred tax assets or liabilities, as the management has assessed that there are no net operating losses (NOLs) to be carried forward or other items which may lead to a temporary or permanent timing differences

NOTE L - RELATED PARTY TRANSACTIONS

A. Related parties with whom transactions have taken place during the period:

- a. Garware Hi-Tech Films Limited (Formerly known as 'Garware Polyester Limited') (Ultimate Holding Company)
- b. Garware Hi-Tech Films International Limited (Formerly known as 'Garware Polyester International Limited') (Holding Company)

B. Summary of transactions with related parties in the normal course of business are as follows:

	March 31, 2023	March 31, 2022
Transactions during the period		
<u>Garware Hi-Tech Films Limited</u>		
- Goods purchased	51,981,117	43,698,125
- Debit notes issued on account of mark up	711,419	26,287
 Garware Hi-Tech Films International Limited		
- Management fee	250,000	203,500
- Dividend distributed	1,100,000	500,000
 Balances as at year end		
Payable to:		
- Garware Hi-Tech Films Limited	4,109,550	5,816,910
- Garware Hi-Tech Films International Limited	250,000	-

NOTE M - STOCKHOLDERS' EQUITY

Common stock authorized, issued and outstanding

The Company's certificate of incorporation authorizes 100,000 shares of capital stock for issuance. As of March 31, 2023, 99,999 shares of capital stock have been issued to Garware Hi-Tech Films International Limited, a United Kingdom company in consideration of \$ 99,999 and 1 share capital of stock has been issued to an individual shareholder in consideration of \$ 1.

Voting

Each holder of common stock is entitled to one vote in respect of each share held by the holder in the records of the Company for all matters submitted to a vote.

Liquidation

In the event of liquidation of the Company, the holders of common stock shall be entitled to receive all of the remaining assets of the Company, after distribution of all preferential amounts, if any. Such amounts will be in proportion to the number of equity shares held by the shareholders.

NOTE N - REVENUE FROM CONTRACT WITH CUSTOMERS

The Company's contracts with customers are comprised of purchase orders along with standard terms and conditions. These contracts with customers typically consist of sale of products which represent single performance obligations that are satisfied upon transfer of control of the product to the customer at a point in time.

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Revenue disaggregated by timing of recognition:

	For the year ended	
	March 31, 2023	March 31, 2022
Products and services transferred at a point in time	58,932,549	48,660,077
Total revenue by timing of recognition	58,932,549	48,660,077

Revenue disaggregated based on geographical regions:

	For the year ended	
	March 31, 2023	March 31, 2022
United States	53,141,231	38,271,121
Canada	1,704,061	10,388,956
Australia	1,513,330	-
Netherlands	838,445	-
China	1,159,026	-
United Arab Emirates	462,923	-
Mexico	102,517	-
Colombia	8,552	-
Taiwan	2,464	-
Total revenue	58,932,549	48,660,077

NOTE O - FAIR VALUE MEASUREMENTS

The Company's financial instruments consist of cash and cash equivalents, accounts receivable and accounts payable. The estimated fair value of cash, accounts receivable and accounts payable approximate their carrying amounts of these instruments. None of these instruments are held for trading purposes.

NOTE P - RISK AND UNCERTAINTIES

The Company's future results of operations involve several risks and uncertainties. Factors that could affect the Company's future operating results and cause actual results to vary materially from expectations include, competitive factors, including but not limited to pricing pressures; deterioration in general economic conditions; the Company's ability to effectively manage operating costs and increase operating efficiencies; declines in revenues; technological and market changes; the ability to attract and retain qualified employees and the Company's ability to execute on its business plan.

NOTE Q - SUBSEQUENT EVENTS

Subsequent events have been evaluated through the date the financial statements were available to be issued. Based on the evaluation, the Company is not aware of any events or transactions that would require recognition or disclosure in the financial statements.