

Indian Seamless, Inc

**Financial Statements and
Supplemental Information
March 31, 2020 and 2019**

Indian Seamless, Inc.
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March 31, 2020 and 2019

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Independent Accountant's Report

To the Stockholder of
Indian Seamless, Inc.

I have reviewed the accompanying financial statements of Indian Seamless, Inc., which comprise the balance sheets as of March 31, 2020 and 2019, and related statements of income and accumulated deficit and cash flows for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, I do not express such an opinion.

Management's Responsibility for the Financial Statements

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

Accountant's Responsibility

My responsibility is to conduct the review engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require me to perform procedures to obtain limited assurance as a basis for reporting whether I am aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. I believe that the results of my procedures provide a reasonable basis for my conclusion.

Accountant's Conclusion

Based on my reviews, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

M. B. Jain

Roslyn Heights, NY
June 26, 2020

Indian Seamless, Inc.
 Balance Sheets
 March 31, 2020 and 2019

	March 31,	
	2020	2019
Assets		
Current assets		
Cash and cash equivalents	\$ 11,546	\$ 17,230
Due from parent	153,574	146,346
Total current assets	165,120	163,576
Total assets	\$ 165,120	\$ 163,576
Liabilities and stockholder's equity		
Current liabilities		
Accrued expenses	\$ 4,220	\$ 3,225
Total current liabilities	4,220	3,225
Commitments and contingencies		
Stockholder's equity		
Common stock, \$1 par value; 500,000 shares authorized; 317,900 shares issued	317,900	317,900
Accumulated deficit	(157,000)	(157,549)
Total stockholder's equity	160,900	160,351
Total liabilities and stockholder's equity	\$ 165,120	\$ 163,576

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

Indian Seamless, Inc.
Statements of Income and Accumulated Deficit
Years Ended March 31, 2020 and 2019

	March 31,	
	2020	2019
Net sales	\$ -	\$ 134,960
Other income	18,877	32,815
Cost of goods sold	-	134,960
Gross profit	18,877	32,815
Operating expenses	18,328	31,859
Income before taxes	549	956
Income taxes	-	-
Net income	549	956
Accumulated deficit, beginning	(157,549)	(158,505)
Accumulated deficit, ending	<u>\$ (157,000)</u>	<u>\$ (157,549)</u>

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

Indian Seamless, Inc.
Statements of Cash Flows
Years Ended March 31, 2020 and 2019

	March 31,	
	2020	2019
Cash flows from operating activities		
Net income	\$ 549	\$ 956
Increase (decrease) in cash attributable to changes in operating assets and liabilities:		
Due from parent	(7,228)	(146,346)
Inventories	-	179,539
Accounts payable	-	(59,625)
Accrued expenses	995	(1)
Net cash used in operating activities	(5,684)	(25,477)
Net decrease in cash and cash equivalents	(5,684)	(25,477)
Cash and cash equivalents		
Beginning	17,230	42,707
Ending	\$ 11,546	\$ 17,230

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

Indian Seamless, Inc.
Notes to Financial Statements
Years Ended March 31, 2020 and 2019

1. Organization

Indian Seamless, Inc. ("ISI" or the "Company") commenced operations on April 2, 2001 as a wholly owned subsidiary of Indian Seamless Enterprises Limited, a foreign entity. Effective June 13, 2012, the Company became a wholly owned subsidiary of ISMT Limited, a foreign entity. ISI acts as a distributor for the products of ISMT Limited and sells wide spectrum of seamless tube products and a hands-on level of service for the diverse North American marketplace serving a range of industries including automotive, drilling, OCTG, bearings, mechanical, pressure tubes and heat exchangers.

2. Summary of Accounting Policies

Cash and Cash Equivalents

The Company considers all highly liquid investments purchased with an original maturity of three months or less to be cash equivalents. Cash balances which are maintained financial institutions are insured by the Federal Deposit Insurance Corporation ("FDIC"). At various times throughout the year, the Company's cash balances exceeded the FDIC limit. As of March 31, 2020 and 2019, the Company has no cash account balances in excess of the amount insured by the FDIC.

Accounts Receivable

Accounts receivable consist of trade receivables recorded at original invoice amount, less an estimated allowance for uncollectible accounts. Trade credit is generally extended on a short-term basis; thus trade receivables do not bear interest, although a finance charge may be applied to receivables that are past due. Trade receivables that are deemed uncollectible are offset against the allowance for doubtful accounts. The Company generally does not require collateral for trade receivables. The Company exclusively sells the merchandise of its parent company, ISMT Limited. The uncollectible receivables due to product quality issues are passed on to parent company and offset against the payable to parent company.

Inventories

Inventories, which consist of finished goods, are stated at the lower of cost or market. Cost is determined by the first-in, first-out ("FIFO") method. The Company reviews its inventory levels in order to identify slow-moving merchandise and establishes a reserve for such merchandise. Inventory reserves are established based on historical data and management's best estimate. Inventory may be marked down below cost if management determines that the inventory stock will not sell at its currently marked price.

Indian Seamless, Inc.
Notes to Financial Statements
Years Ended March 31, 2020 and 2019

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires 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. Actual results could differ from those estimates.

Income Taxes

Deferred income taxes are recognized for the tax consequences in future years of differences between financial reporting and income tax bases of assets and liabilities at each year-end using enacted laws and statutory tax rates applicable to the periods in which the differences are expected to be recovered or settled. Valuation allowances are established when necessary to reduce deferred tax assets to the amount expected to be realized.

Authoritative guidance relating to uncertainty in income taxes prescribes a comprehensive model for the manner in which a company should recognize, measure, present and disclose in its financial statements all material uncertain tax positions that they have taken or expect to take on a tax return. As of March 31, 2020, and 2019, the Company had no uncertain tax positions which affected its financial position and its results of operations or its cash flows and will continue to evaluate for uncertain tax positions in the future. Generally, the Company's U.S. tax returns are subject to examination by Federal, state and local authorities for a period of three years from the later of the due date of such returns or the actual date the returns were filed. In the event that the Company concludes that it is subject to interest and/or penalties arising from uncertain tax positions, the Company will present interest and penalties as a component of income taxes. No amounts of interest or penalties were recognized in the Company's balance sheets or statements of income as of and for the years ended March 31, 2020 and 2019.

3. Income Taxes

The Company had no income tax expense for the years ended March 31, 2020 and 2019. At March 31, 2020, the Company had approximately \$157,000 available net operating loss to carry forward.

4. Subsequent Events

In preparing these financial statements, the Company has evaluated subsequent events through June 26, 2020, which is the date the financial statements were available to be issued.

SUPPLEMENTAL INFORMATION

Independent Accountant's Report on Supplemental Information

To the Stockholder of
Indian Seamless, Inc.

We have reviewed the basic financial statements of Indian Seamless, Inc. for the years ended March 31, 2020 and 2019, and our report thereon dated June 26, 2020, which expressed an unqualified opinion on those financial statements, appears on page 1. Our review was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary schedules of cost of goods sold and general and administrative expenses for the years ended March 31, 2020 and 2019, which is the responsibility of management, are presented for purposes of additional analysis and are not a required part of the financial statements.

M. B. Fair

Roslyn Heights, NY
June 26, 2020

Indian Seamless, Inc.

**Schedules of Cost of Goods Sold and Operating Expenses
Years Ended March 31, 2020 and 2019**

	March 31,	
	2020	2019
Cost of goods sold		
Inventory, beginning of year	\$ -	\$ 179,539
Purchase credits	-	(44,579)
	-	134,960
Less: inventory, end of year	-	-
Cost of goods sold	\$ -	\$ 134,960
Operating expenses		
Bank service charges	\$ 326	\$ 875
Storage	-	2,958
Consulting	11,940	11,940
Office expenses	1,506	1,444
Professional fees	4,556	3,475
Property taxes	-	11,167
Operating expenses	\$ 18,328	\$ 31,859