

MODERN INTERNATIONAL (ASIA) LIMITED

REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

MODERN INTERNATIONAL (ASIA) LIMITED
FOR THE YEAR ENDED 31 MARCH 2021

C O N T E N T S

Pages

Report of the directors	1 - 2
Independent auditor's report	3 - 5
Statement of income and retained earnings	6
Statement of financial position	7
Statement of cash flows	8
Notes to the financial statements	9 - 15

MODERN INTERNATIONAL (ASIA) LIMITED REPORT OF THE DIRECTORS

The directors have pleasure in submitting their annual report together with the audited financial statements of Modern International (Asia) Limited (the "Company") for the year ended 31 March 2021.

PRINCIPAL ACTIVITY

The principal activity of the Company during the year was trading of textiles, luggage, building materials, machinery, chemicals and gift items outside Hong Kong.

RESULTS AND APPROPRIATION

The results of the Company for the year ended 31 March 2021 and the state of the Company's affairs as at that date are set out on pages 6 to 15.

The directors do not recommend any payment of dividend in respect of the year ended 31 March 2021 (2020: Nil).

RESERVES

The movements in reserves of the Company during the year are set out in the statement of income and retained earnings on page 6.

SHARE CAPITAL

Details of share capital of the Company are set out in note 14 to the financial statements.

DIRECTORS

The directors who held office during the financial year were:

Vijay Kumar Mahabir Prasad Jatia
Sidhant Vijay Kumar Jatia
Vijay Kumar Puranmal Agarwal
Zhou Jianping
Anand Badriprasad Didwania

There being no provision for retirement in the Company's Articles of Association, the directors continue in office for the ensuing year.

MODERN INTERNATIONAL (ASIA) LIMITED REPORT OF THE DIRECTORS (CONTINUED)

PERMITTED INDEMNITY PROVISION

Article 34(1) of the Company's Articles provides that a director or former director of the Company may be indemnified out of the Company's assets against any liability incurred by the director to a person other than the Company or an associated company of the Company in connection with any negligence, default, breach of duty or breach of trust in relation to the Company or associated company (as the case may be). This Article only applies if the indemnity does not cover the liability set out in Article 34(2) of the Company's Articles. This permitted indemnity provision is in force during the financial year and at the time of approval of this report.

DIRECTORS' INTERESTS

At no time during the financial year or at the end of the financial year was the Company or its parent company a party to any arrangements to enable the directors to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

In the opinion of the directors, no directors had material interests in those significant transactions, arrangements or contracts in relation to the Company's business entered into by the Company or its parent company in the financial year or subsisted at any time in the financial year.

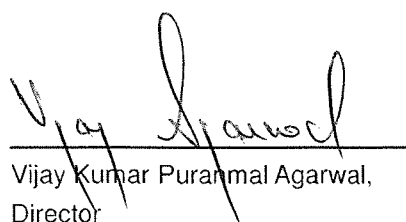
MANAGEMENT CONTRACTS

No contracts concerning the management and administration of the whole or any substantial part of the business of the Company were entered into or existed during the year.

AUDITORS

A resolution for the re-appointment of Vigor CPA Limited as the Company's auditors is to be proposed at the forthcoming Annual General Meeting.

By order of the board



Vijay Kumar Puranmal Agarwal,
Director

China, - 3 MAY 2021

VIGOR CPA LIMITED**Certified Public Accountants**

Your Ref :

Our Ref :

卓栢會計師行有限公司Unit 2211, 22/F, Global Gateway Tower,
63 Wing Hong Street, Lai Chi Kok, Kowloon.

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E: edmund@vigorcpa.com.hk

Date : - 3 MAY 2021

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF
MODERN INTERNATIONAL (ASIA) LIMITED***(Incorporated in Hong Kong with limited liability)****Opinion***

We have audited the financial statements of Modern International (Asia) Limited (the "Company") set out on pages 6 to 15, which comprise the statement of financial position as at 31 March 2021, the statement of income and retained earnings and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of the Company as at 31 March 2021, and of its financial performance and its cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standard for Private Entities ("HKFRS for Private Entities") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and have been properly prepared in compliance with the Hong Kong Companies Ordinance.

Basis for Opinion

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSA") issued by the HKICPA. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the HKICPA's Code of Ethics for Professional Accountants ("the Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The directors are responsible for the other information. The other information comprises all of the information included in the annual report other than the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF
MODERN INTERNATIONAL (ASIA) LIMITED (CONTINUED)**
(Incorporated in Hong Kong with limited liability)

Responsibilities of Directors for the Financial Statements

The directors are responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRS for Private Entities issued by the HKICPA and the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the 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 the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

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. We report our opinion solely to you, as a body, in accordance with section 405 of the Hong Kong Companies Ordinance, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSAs 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 financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF
MODERN INTERNATIONAL (ASIA) LIMITED (CONTINUED)**
(Incorporated in Hong Kong with limited liability)

Auditor's Responsibilities for the Audit of the Financial Statements (continued)

- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors 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.



VIGOR CPA LIMITED
Certified Public Accountants

Leung Wai Kim, Edmund
Practising Certificate No. P03194

Hong Kong, - 3 MAY 2021

MODERN INTERNATIONAL (ASIA) LIMITED
STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED 31 MARCH 2021

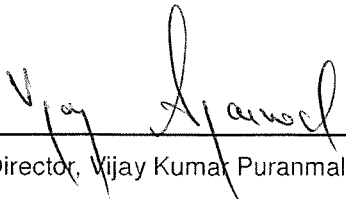
	Notes	2021 <u>US\$</u>	2020 <u>US\$</u>
Revenue	4	8,914,521	15,875,949
Cost of sales		<u>(8,662,101)</u>	<u>(15,450,160)</u>
Gross profit		252,420	425,789
Other gains	5	27,478	46,328
Selling and distribution expenses		(121,960)	(198,488)
Other operating expenses		<u>(158,707)</u>	<u>(208,035)</u>
(Loss)/Profit before tax	6	(769)	65,594
Income tax	8	<u>—</u>	<u>—</u>
(Loss)/Profit for the year		(769)	65,594
Accumulated profits at start of year		<u>1,209,519</u>	<u>1,143,925</u>
Accumulated profits at end of year		<u><u>1,208,750</u></u>	<u><u>1,209,519</u></u>

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

MODERN INTERNATIONAL (ASIA) LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2021

	Notes	2021 <u>US\$</u>	2020 <u>US\$</u>
Non-Current assets			
Investment in subsidiary company	9	15,000	15,000
Current assets			
Trade and other receivables	10	3,785,587	3,334,338
Cash and cash equivalents	11	1,765,947	1,201,241
		<u>5,551,534</u>	<u>4,535,579</u>
Current liabilities			
Trade and other payables	12	(3,016,743)	(2,026,694)
Amount due to related company	13	(61,041)	(34,366)
		<u>(3,077,784)</u>	<u>(2,061,060)</u>
Net current assets		<u>2,473,750</u>	<u>2,474,519</u>
Net assets		<u>2,488,750</u>	<u>2,489,519</u>
Capital and reserves			
Share capital	14	1,280,000	1,280,000
Accumulated profits		1,208,750	1,209,519
Total equity		<u>2,488,750</u>	<u>2,489,519</u>

The financial statements were approved and authorized for issue by the board of directors on **- 3 MAY 2021**


 Director, Vijay Kumar Puranmal Agarwal


 Director, Zhou Jianping

The accompanying notes form an integral part of these financial statements

MODERN INTERNATIONAL (ASIA) LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2021

	Notes	2021 <u>US\$</u>	2020 <u>US\$</u>
Operating activities			
(Loss)/Profit before taxation		(769)	65,594
<u>Adjustments for :</u>			
- Interest income		(8,269)	(8,517)
- Interest expense		110,473	103,140
Operating profit before working capital changes		101,435	160,217
(Increase) in trade and other receivables		(451,249)	(214,894)
Decrease/(Increase) in pledged bank deposits		2,681	(2,147)
Increase in trade and other payables		990,049	110,392
Increase in amount due to related company		26,675	35,265
Cash generated from operations		669,591	88,833
Interest paid		(110,473)	(103,140)
Net cash generated/(used in) operating activities		<u>559,118</u>	<u>(14,307)</u>
Investing activities			
Interest received		8,269	8,517
Acquisition of interest in subsidiary company		—	(15,000)
Net cash from/(used in) investing activities		<u>8,269</u>	<u>(6,483)</u>
Net increase/(decrease) in cash and cash equivalents		567,387	(20,790)
Cash and cash equivalents at start of year		(2,049)	18,741
Cash and cash equivalents at end of year	11	<u>565,338</u>	<u>(2,049)</u>

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

MODERN INTERNATIONAL (ASIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

1. GENERAL INFORMATION

Modern International (Asia) Limited (the "Company") is a limited liability company incorporated in Hong Kong. The Company has its registered office at 31st Floor, Tower Two, Times Square, 1 Matheson Street, Causeway Bay, Hong Kong. The Company has no principal place of business as all its sales and purchases are conducted through buyers, seller, representatives visiting Dubai, India and Mainland China.

The directors consider the immediate parent and ultimate controlling party of the Company to be Modern India Limited, which is incorporated in Republic of India. The principal activity of the Company during the year was trading of textiles, luggage, building materials, machinery, chemicals and gift items outside Hong Kong.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the Hong Kong Financial Reporting Standard for Private Entities (HKFRS for Private Entities) issued by the Hong Kong Institute of Certified Public Accountants, and comply with the requirements of the Hong Kong Companies Ordinance.

These financial statements have been prepared under the accrual basis of accounting and on the basis that the Company is a going concern. The measurement base adopted is the historical cost basis and the financial statements are presented in United States dollars ("US\$"), unless otherwise stated.

2.1 Basis of consolidation

Consolidated financial statements of the Company and its subsidiary have not been prepared as the Company is a wholly owned subsidiary of another body corporate, it satisfies the exemption criteria set out in section 379(3)(a) of the Hong Kong Companies Ordinance, and is therefore not required to prepare consolidated financial statements.

A subsidiary is an entity (including special purpose entity) over which the Company has the power to govern the financial and operating policies so as to obtain benefits from its activities, generally but not necessarily accompanying a shareholding of more than half of the voting power.

In the Company's statement of financial position, the investment in a subsidiary is stated at cost less provision for impairment loss. The results of the subsidiary are accounted for by the Company on the basis of dividends received and receivable.

2.2 Trade and other receivables

Trade receivables are recognized initially at the transaction price. They are subsequently measured at amortized cost using the effective interest method, less provision for impairment, unless the effect of discounting would be immaterial, in which case they are stated at cost less impairment loss.

At the end of each reporting period, the carrying amounts of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognized immediately in profit or loss.

MODERN INTERNATIONAL (ASIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.3 Cash and cash equivalents

Cash and cash equivalents includes cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less. Bank overdraft is shown within borrowings in current liabilities on the statement of financial position.

2.4 Trade and other payables

Trade and other payables are recognized initially at the transaction price and subsequently measured at amortized cost using the effective interest method, unless the effect of discounting would be immaterial, in which case they are stated at cost.

2.5 Impairment of assets

At each reporting date, investment and other assets are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognized immediately in profit or loss.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount (selling price less costs to complete and sell, in the case of inventories), but not in excess of the amount that would have been determined had no impairment loss been recognized for the asset (group of related assets) in prior years. A reversal of an impairment loss is recognized immediately in profit or loss.

2.6 Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable, net of discounts and returns, provided it is probable that the economic benefits will flow to the Company and can be measured reliably, as follows:

- i. Income from the trading of textiles and luggage is recognised when goods are delivered to customer which are taken to the point in time when the customer has accepted the goods and the related risks of ownership.
- ii. Bank interest income is recognised as it accrues using the effective interest method.
- iii. Commission income is recognised when the related services are rendered and an invoice issued.

2.7 Foreign currency translation

i. Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates (the functional currency). These financial statements are presented in United States dollars, which is the Company's functional and presentation currency.

ii. Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in profit or loss.

MODERN INTERNATIONAL (ASIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.8 Income tax

Income tax expense represents the sum of the tax currently payable and deferred tax. The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of income and retained earnings because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are recognized for all temporary differences that are expected to increase taxable profit in the future. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The net carrying amount of deferred tax assets is reviewed at each reporting date and is adjusted to reflect the current assessment of future taxable profits. Any adjustments are recognized in profit or loss. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

2.9 Related parties

For the purpose of these financial statements, related party includes a person and entity as defined below:

- (a) A person or a close member of that person's family is related to the Company if that person:
 - (i) is a member of the key management personnel of the Company or of a parent of the Company;
 - (ii) has control over the Company; or
 - (iii) has joint control or significant influence over the reporting entity or has significant voting power in it.
- (b) An entity is related to the Company if any of the following conditions applies:
 - (i) the entity and the Company are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
 - (ii) the entity is a post-employment benefit plan for the benefit of employees of either the Company or an entity related to the Company. If the reporting entity is itself such a plan, the sponsoring employers are also related to the plan.
 - (iii) the entity is controlled or jointly controlled by a person identified in (a).
 - (iv) a person identified in (a)(i) has significant voting power in the entity.

MODERN INTERNATIONAL (ASIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of the financial statements in conformity with HKFRS for Private Entities requires management to make judgments, estimates and assumptions that affect the application of policies and carrying amounts of assets, liabilities, income and expenses. Estimates and judgments are continually evaluated and are based on historical experiences and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

3.1 Critical judgment in applying the entity's accounting policies

In the process of applying the entity's accounting policies, which are described in note 2, management has made the following judgments that have the most significant effect on the amounts recognized in the financial statements (apart from those involving estimations, which are dealt with in part 3.2 below):-

Taxation

As stated in note 8, no provision for Hong Kong Profits tax or deferred taxation has been made. In the opinion of the directors, the current tax position is a fair reflection of the judgment exercised by them as the Company's income/profit are sourced outside Hong Kong.

3.2 Key sources of estimation uncertainty

The Company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Estimated impairment on receivables

The Company's management assesses the collectability of receivables. This estimate is based on the past collection, credit history and ageing analysis of the Company's receivables, as well as the current economy and market condition. Impairment on receivables is made based on the estimation of the future cash flow expected to arise and the original effective interest rate in order to calculate the present value. The Company's management determines impairment of its receivables on a regular basis and reassesses the impairment of receivables at the end of the reporting period.

4. REVENUE

This represents the Company's turnover, which comprises revenue from sales of goods net of discounts and returns.

MODERN INTERNATIONAL (ASIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5. OTHER GAINS

	2021	2020
	<u>US\$</u>	<u>US\$</u>
Interest income	8,269	8,517
Other income	19,209	37,811
	<u>27,478</u>	<u>46,328</u>

6. (LOSS)/PROFIT BEFORE TAX

	2021	2020
	<u>US\$</u>	<u>US\$</u>
This is stated after charging: -		
Auditors' remuneration	5,000	5,000
Bank interest and charges	110,473	103,141
Commission paid	6,160	18,488
Consultancy fees paid	143,800	256,100
	<u>265,233</u>	<u>482,729</u>

7. DIRECTORS' REMUNERATION

No directors received, or will receive, any fees or emoluments in respect of services to the Company during the year (2020: Nil).

8. INCOME TAX

No provision for Hong Kong Profits tax or deferred taxation has been made as the Company does not have any income assessable to Hong Kong profits tax for the year (2020: Nil).

9. INVESTMENT IN SUBSIDIARY COMPANY

	2021	2020
	<u>US\$</u>	<u>US\$</u>
Unlisted shares, at cost	15,000	15,000
	<u>15,000</u>	<u>15,000</u>

Particulars of the subsidiary as at 31 March 2021 are as follows:

Name of subsidiary	Place of incorporation and operations	Percentage of interest held	Principal activity
Modern International (Vietnam) Company Limited	Vietnam	100%	Provision of management consulting services

MODERN INTERNATIONAL (ASIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

10. TRADE AND OTHER RECEIVABLES

	2021	2020
	<u>US\$</u>	<u>US\$</u>
Trade receivables	2,870,420	2,649,596
Deposits and other receivables	915,167	684,742
	<u>3,785,587</u>	<u>3,334,338</u>

11. CASH AND CASH EQUIVALENTS

	2021	2020
	<u>US\$</u>	<u>US\$</u>
Cash and bank balances	1,765,947	1,201,241
Less: Pledged bank deposits	(1,200,609)	(1,203,290)
Cash and cash equivalents in the cash flow statement	<u>565,338</u>	<u>(2,049)</u>

The pledged bank deposits earn interest at 0.9% per annum. They are pledged to a bank for general banking facilities granted to the Company (note 15).

The carrying amounts of cash and bank balances include US\$Nil (2020: US\$31) denominated in foreign currencies.

12. TRADE AND OTHER PAYABLES

	2021	2020
	<u>US\$</u>	<u>US\$</u>
Trade and bills payable	2,711,721	1,837,010
Other payables and accrued expenses	305,022	189,684
	<u>3,016,743</u>	<u>2,026,694</u>

13. AMOUNT DUE TO RELATED COMPANY

The amount due to related company is unsecured, interest free and has no fixed term of repayment.

MODERN INTERNATIONAL (ASIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

14. SHARE CAPITAL

	2021 US\$	2020 US\$
<u>Issued and fully paid:-</u>		
9,994,000 ordinary shares	1,280,000	1,280,000

The holder of ordinary shares is entitled to receive dividends as declared from time to time and is entitled to one vote per share at meetings of the Company. All ordinary shares rank equally with regard to the Company's residual assets.

15. BANKING FACILITIES

The Company has general banking facilities available of US\$5 million (2020: US\$5 million). At 31 March 2021, the Company's banking facilities were utilized to the extent of US\$1,009,992 (2020: US\$149,382). These facilities are secured by the followings:-

- i. Fixed deposit provided by the Company (note 11); and
- ii. Corporate guarantee by the ultimate holding company.

16. RELATED PARTY TRANSACTIONS

In addition to the transactions and balances disclosed elsewhere in these financial statements, the Company in the normal course of business, entered into the following material transactions:-

- i. Transactions with key management personnel

The directors are the key management personnel of the Company, and their remuneration is disclosed in note 7.

- ii. Transactions with related parties:

	2021 US\$	2020 US\$
Consultancy fees paid/payable to a related company	75,800	180,000
Sales made to a related company	—	229,660

- iii. Balances with related parties are disclosed in the statement of financial position and in note 13.

17. COMPARATIVE FIGURES

Certain comparative figures in the financial statements have been re-classified in order to conform with current year's presentation.

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