

INTENSE TECHNOLOGIES, INC.

**INDEPENDENT AUDITOR'S
REPORT ON AUDIT OF FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020**



INTENSE TECHNOLOGIES INC
MARCH 31, 2020

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THOMAS & COMPANY, C.P.A., P.A.
Certified Public Accountants and Business Consultants

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Intense Technologies, Inc.
Miami, Florida

We have audited the accompanying financial statements of Intense Technologies, Inc. (a Florida For Profit Corporation), which comprise the balance sheet as of March 31, 2020, and the related statements of income, retained earnings and cash flows for the year then ended, and the related notes to the financial statements.

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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the balance sheet of Intense Technologies, Inc. as of March 31, 2020, and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Cooper City, Florida
June 19, 2020

A handwritten signature in black ink, appearing to read 'Josecpa', is written over a horizontal line.

INTENSE TECHNOLOGIES INC

Balance Sheet

For the Year Ended March 31, 2020

ASSETS

Current Assets

Cash and Cash Equivalents	\$	24,686
Accounts Receivable		211,400
Loans & Advances		71,211
Total Current Assets		307,297

TOTAL ASSETS

\$ 307,297

LIABILITIES & STOCKHOLDER'S EQUITY

Current Liabilities

Accounts Payable	\$	11,393
Total Current Liabilities		11,393

TOTAL LIABILITIES

11,393

Stockholders' Equity

Common Stock \$1 Par Value: 5,000,000 Shares Authorized, 1,443,000 Shares Issued and Outstanding		1,443,000
Retained Earnings		(1,147,096)
Total Stockholder's Equity		295,904

TOTAL LIABILITIES AND STOCKHOLDER'S EQUITY

\$ 307,297

INTENSE TECHNOLOGIES INC

Income Statement

For the Year Ended March 31, 2020

Revenue	
Sales	\$ 303,107
Less: Cost of goods Sold	(63,900)
Gross Margin	<u>239,207</u>
Expense	
Payroll Expenses	130,000
Fees & Subscriptions	-
Professional fee	7,309
Miscellaneous Expenses	-
Licenses and Taxes	844
Bank Charges	130
Traveling Expense	20,032
Insurance	9,600
Total Expense	<u>167,915</u>
Other Income	
Miscellaneous Income	387
Net Income Before Taxes	71,679
Less: Provision for Federal Income Tax	-
Net Income	<u><u>\$ 71,679</u></u>

INTENSE TECHNOLOGIES INC

Statement of Retained Earnings

For the Year Ended March 31, 2020

Beginning Balance	\$	(1,218,775)
Net Income		71,679
Ending Balance	<u>\$</u>	<u>(1,147,096)</u>

INTENSE TECHNOLOGIES INC

Statement of Cash Flows For the Year Ended March 31, 2020

Cash Flows from Operating Activities

Net Income / (Loss)	\$	71,679
Adjustments to reconcile net income to net cash provided by operations:		
Increase / Decrease in Accounts Receivable		(67,650)
Increase / Decrease in Accounts Payable		(3,937)
Increase / Decrease in Loans and Advances		(19,017)
Net Cash provided by Operating Activities		(18,925)

Cash Flow from Financing Activities

Decrease in Loan & Advances		-
Net Cash provided by Financing Activities		-

Net Increase / (Decrease) in Cash and Cash Equivalents		(18,925)
Cash and Cash Equivalents at the Beginning of the year		43,611

Cash and Cash Equivalents at the End of the year	\$	24,686
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Cash Paid for Interest & Taxes	\$	-
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INTENSE TECHNOLOGIES INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

NOTE A – NATURE OF ACTIVITIES

Intense Technologies, Inc. (the "Corporation") registered in the State of Florida, is a fully owned subsidiary corporation of Intense Technology Ltd., a public limited corporation established in India. The corporation is established for the purpose of developing software solution for global business.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the company are prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, cash equivalents are short-term, highly liquid investments that are both (a) readily convertible to known amounts of cash and (b) so near to maturity that they present insignificant risk of changes in value due to changing interest rates.

Inventories

Inventories are valued at lower of the cost or market value.

Fair Values of Financial Instruments

The following methods and assumptions were used by the company, in estimating its fair value disclosures for financial instruments (cash and cash equivalents, receivable, accounts payable and accrued expenses, and notes payable): the carrying amounts reported in the statement of financial position approximated fair values because of the short maturities of these instruments.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles of the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Fixed Assets

Furniture and equipment is stated at cost. The costs of additions and betterments are capitalized and expenditures for repairs and maintenance are expensed when paid. When items of furniture or equipment are sold or retired, the related costs and accumulated depreciation are removed from the accounts and any gain or loss is included in addition to or deducted from net assets available for benefits.

INTENSE TECHNOLOGIES INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

Fixed Assets (Continued)

Depreciation of furniture and equipment is provided utilizing the straight line method over the estimated useful lives of the respective assets as follows:

Furniture	7 years
Equipment	5 years

Revenue Recognition

Revenue is recognized in the financial statements either when materials are shipped from the stock or when the vendor bills the Company for the order. Net sales are arrived at by deducting discounts and applicable taxes from the gross sales.

NOTE D - CASH AND CASH EQUIVALENTS

Include only operating funds maintained in checking and operating accounts. At year end and throughout the year, the organization's cash balances were deposited in several bank accounts at the institution are insured by Federal Deposit Insurance Corporation (FDIC) up to \$ 250,000. Management believes the organization is not exposed to any significant credit risk on cash and cash equivalents.

NOTE F - INCOME TAXES

The Corporation is set up as a taxable corporation. Although the corporation earned income for the year ended March 31, 2020 from its operations, the entity has elected to exercise its net operating loss deduction to offset its tax liability. As a result, no provision for the taxes is provided in the financial statement.

NOTE G - RELATED PARTY TRANSACTIONS

Because of the existence of common members on the board of directors and other factors, Intense Technologies, Inc. and Intense Technology Ltd., a public limited corporation established in India, all of which are for-profit organizations, are considered related parties for financial statement reporting purposes. Intense Technology Ltd, advances and lends cash on a frequent basis to Intense Technologies, Inc to supplement the operational expenses on account of loan without any terms or interest. The loans and advances account show a balance of \$71,211 as of March 31, 2020.

NOTE G – DATE OF MANAGEMENT REVIEW

Management has evaluated subsequent events through June 19, 2020, which is the date the financial statements became available to be issued.