

**INTENSE TECHNOLOGIES, INC.**

**INDEPENDENT AUDITOR'S  
REPORT ON AUDIT OF FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2022**



**INTENSE TECHNOLOGIES INC**  
**MARCH 31, 2022**

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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

**Opinion**

We have audited the accompanying financial statements Intense Technologies, Inc. (a Florida For Profit Corporation), which comprise the balance sheet as of March 31, 2022, and the related statements of income, retained earnings and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Intense Technologies, Inc. of 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 Intense Technologies, Inc. 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 Intense Technologies, Inc.'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.

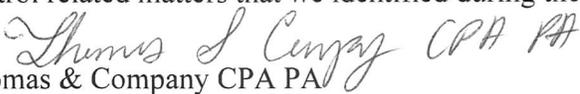
### **Auditor's Responsibilities for the Audit of the Financial Statements (cont.)**

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 Intense Technologies, Inc.'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 Intense Technologies, Inc.'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.

  
Thomas & Company CPA PA  
Cooper City, Florida  
May 18, 2022

# INTENSE TECHNOLOGIES INC

## Balance Sheet

For the Year Ended March 31, 2022

### ASSETS

#### Current Assets

Cash and Cash Equivalents	\$	62,410
Accounts Receivable		101,361
Loans & Advances		549,134
<b>Total Current Assets</b>		<b>712,905</b>

<b>TOTAL ASSETS</b>	<b>\$</b>	<b>712,905</b>
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### LIABILITIES & STOCKHOLDER'S EQUITY

#### Current Liabilities

Accounts Payable	\$	13,954
<b>Total Current Liabilities</b>		<b>13,954</b>

<b>TOTAL LIABILITIES</b>		<b>13,954</b>
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#### Stockholders' Equity

Common Stock \$1 Par Value: 5,000,000 Shares Authorized, 1,443,000 Shares Issued and Outstanding		1,443,000
Retained Earnings		(744,049)
<b>Total Stockholder's Equity</b>		<b>698,951</b>

<b>TOTAL LIABILITIES AND STOCKHOLDER'S EQUITY</b>	<b>\$</b>	<b>712,905</b>
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# INTENSE TECHNOLOGIES INC

## Income Statement

For the Year Ended March 31, 2022

### Revenue

Sales	\$	161,327
Less: Cost of goods Sold		-
<b>Gross Margin</b>		<b>161,327</b>

### Expense

Payroll Expenses		99,147
Fees & Subscriptions		-
Professional fee		18,693
Licenses and Taxes		1,591
Bank Charges		45
Traveling Expense		1,329
Insurance		3,200
<b>Total Expense</b>		<b>124,005</b>

### Net Income Before Taxes

37,322

Less: Provision for Federal Income Tax

-

### Net Income

**\$ 37,322**

# INTENSE TECHNOLOGIES INC

## Statement of Retained Earnings

For the Year Ended March 31, 2022

<b>Beginning Balance</b>	\$	<b>(781,371)</b>
Net Income		37,322
<b>Ending Balance</b>	\$	<b><u>(744,049)</u></b>

# INTENSE TECHNOLOGIES INC

## Statement of Cash Flows

For the Year Ended March 31, 2022

### Cash Flows from Operating Activities

Net Income / (Loss)	\$ 37,322
Adjustments to reconcile net income to net cash provided by operations:	
Increase / Decrease in Accounts Receivable	51,039
Increase / Decrease in Accounts Payable	(674)
Increase / Decrease in Loans and Advances	<u>(106,714)</u>
<b>Net Cash provided by Operating Activities</b>	<b><u>(19,027)</u></b>
<b>Net Increase / (Decrease) in Cash and Cash Equivalents</b>	<b>(19,027)</b>
<b>Cash and Cash Equivalents at the Beginning of the year</b>	<b><u>81,437</u></b>
<b>Cash and Cash Equivalents at the End of the year</b>	<b><u><u>\$ 62,410</u></u></b>
<b>Cash Paid for Interest &amp; Taxes</b>	<b><u>\$ -</u></b>

# INTENSE TECHNOLOGIES INC

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

### **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, 2022

### 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

In May 2014, the FASB issued Accounting Standards Update (ASU) 2014-09, Revenue from Contracts with Customers (Topic 606). This standard outlines a single comprehensive model for companies to use in accounting for revenue arising from contracts with customers and supersedes most current revenue recognition guidance, including industry-specific guidance. The Core principle of the revenue model is that revenue is recognized when a customer obtains control of a good or service. A customer obtains control when it can direct the use of an obtain the benefit from the good or service. Transfer of control is not the same as transfer of risks and rewards as it is considered in current guidance. Company adopted this standard on April 1, 2020. Adoption of this guidance did not have a significant impact on the Company's operations or its financial statement disclosures.

Sales is generated substantially from completed services. Those services predominantly contain a single delivery element and revenue is recognized at a single point in time when ownership, risks and rewards transfer. The timing of revenue recognition was not affected by the new standard. The Company identifies all performance obligations in connection with the services and only recognizes revenue once the performance obligations have been met and does not believe that it is required to provide additional services or obligations. Revenue is recognized at a specific point in time once the performance obligation relating to the certificate for the applicable state is met. Typically, Accrual revenue entries occur monthly after revenue is recognized.

### Contract Balances

The timing of revenue recognition, billings, and cash collections results in billed accounts receivable, unbilled receivables (contract assets), and customer advances and deposits (contract liabilities) on the Statement of Financial Position. Amounts are billed upon achievement of contractual milestones. However, sometimes receive advances or deposits from our customers, before revenue is recognized, resulting in contract liabilities. These deposits are liquidated when revenue is recognized. The Beginning and Ending balances of contract receivables are the following:

	2022	2021
Receivables	101,361	152,400
Unbilled Receivables	-	-
Advances and Deposits	-	-

# **INTENSE TECHNOLOGIES INC**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

### **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 C corporation. Although the corporation earned income for the year ended March 31, 2022 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 \$549,134 as of March 31, 2022.

### **NOTE G – DATE OF MANAGEMENT REVIEW**

Management has evaluated subsequent events through May 18, 2022, which is the date the financial statements became available to be issued.