

R. YASSA & CO.
(NAWAR & CO.)
CHARTERED ACCOUNTANTS
KINGDOM OF BAHRAIN

رأفت يسى وشركاه
(نوار وشركاه)
محاسبون قانونيون
مملكة البحرين

MASTEK SYSTEMS BAHRAIN W.L.L.
KINGDOM OF BAHRAIN
FINANCIAL STATEMENTS FOR THE
YEAR ENDED MARCH 31, 2024

MASTEK SYSTEMS BAHRAIN W.L.L.

FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2024

MASTEK SYSTEMS BAHRAIN W.L.L.

| | |
|--------------------------------|---|
| Activities | : Computer programming, computer consultancy and computer facilities management. |
| Commercial Registration Number | : 91774 - 01 |
| Owner | : M/s. Mastek Arabia FZ L.L.C |
| Directors | : Mr. Arun Agarwal Mr. Manish Nahata |
| Office | : Flat No. 69, Bldg No. 322 Road No. 1910, Block No. 319 Manama / Al Hoorah Kingdom of Bahrain Tel.No. 17589953 Fax.No. 17589953 |
| Bank | : Citibank |
| Auditors | : R. Yassa & Co. [Nawar & Co.] Chartered Accountants P.O.Box 1008 Kingdom of Bahrain |

MASTEK SYSTEMS BAHRAIN W.L.L.

FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2024

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DIRECTORS' REPORT

The Board of Directors of Mastek Systems Bahrain WLL (the 'Company') has great pleasure in presenting the Annual Report and the Company's Audited Financial Statements for the financial year ended March 31, 2024.

Principal Activities:

The Company is engaged in Computer programming activities, computer consultancy, and computer facilities management activities.

Financial highlights:

The total income of the Company for the year ended March 31, 2024, was BD 535,061 as compared to previous year's income of BD 464,725. The Company earned a profit of BD 154,164 as compared to loss of BD 30,742 for the year ended March 31, 2023.

Directors:

The following served as the Directors of the Company during the year ended March 31, 2024:

| | |
|---------------|----------|
| Manish Nahata | Director |
| Arun Agarwal | Director |

Auditors

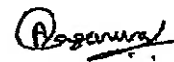
The financial statements have been audited by M/s. R. Yassa & Co., Chartered Accountants, who have expressed their willingness and considered themselves eligible for reappointment for the financial year ended March 31, 2025.

The Directors take this opportunity to place on record their sincere appreciation to the staff for their loyalty and dedication, which has greatly helped to maintain the reputation and results of the Company.



Manish Nahata
Place: Dubai, UAE

September 1, 2024



Arun Agarwal
Place: Mumbai, India

INDEPENDENT AUDITOR'S REPORT TO
The Shareholder
MASTEK SYSTEMS BAHRAIN W.L.L.

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **MASTEK SYSTEMS BAHRAIN W.L.L.** ("the Company"), which comprise the Statement of Financial Position as at 31 March 2024, and the related Statements of Comprehensive Income, Changes in Equity and Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion the accompanying financial statements present fairly, in all material respects, the financial position of Mastek Systems Bahrain W.L.L. as at 31 March 2024, and its financial performance and its cash flows for the year then ended are in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors Responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with IESBA Code. We believe that audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Other Information

The Management is responsible for other information. The other information obtained at the date of this auditors' report is the Board of Director's report. 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 materially misstated. If based on the work we have performed on the other information obtained prior to the date of this audit report, we conclude that if, there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, and for such internal control as management determines 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, Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern basis of accounting unless Director either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

INDEPENDENT AUDITOR'S REPORT TO

The Shareholder

Mastek Systems Bahrain W.L.L..... (Contd...)

Report on the Audit of the Financial Statements..... (Contd...)

Auditor's Responsibility for the Financial Statements

We conducted our audit in accordance with International Standards on Auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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

- Identify and assess the risk of material misstatement of the financial statements whether due to fraud or error, design and perform audit procedures responsive of those risks and obtain audit evidence that is sufficient and appropriate to provide a basis of 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 estimate and related disclosures made by Directors.
- Conclude on the appropriateness of 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.

We communicate with the board of 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.

Report on Anti-Money Laundering and Terrorism Financing Requirements

We have examined the internal control systems of the company as well as policies and procedures relevant to detecting and reporting of suspicious transactions, in addition to systems and procedures relevant for client identification.

R. YASSA & CO.
(NAWAR & CO.)

CHARTERED ACCOUNTANTS
KINGDOM OF BAHRAIN

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(نوار وشركاه)

محاسبون قانونيون
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INDEPENDENT AUDITOR'S REPORT TO

The Shareholder

Mastek Systems Bahrain W.L.L..... (Contd...)

Report on the Audit of the Financial Statements..... (Contd...)

To the best of our knowledge and belief, we report that:

1. The company maintains proper internal control systems and procedures sufficient of monitoring and reporting of suspicious or unusual transactions;
2. The company holds sufficient measures and internal procedures relevant to verifying the identity of its customers;
3. The company has not identified any suspicious or unusual transactions, conducted during the financial year ended 31 March 2024 and
4. As at the financial year ended 31 March 2024, we are not aware of any violations to the Law No.4 of 2001 and its related amendments and the Ministerial Resolution No. 103 of 2021 with respect to the Obligations related to the Procedures on the Prohibition of and Combating Money Laundering and Terrorism Finance in the Business of the Persons Registered in the Commercial Register and the Audit Registry in the Kingdom of Bahrain.

Report on Other Legal and Regulatory Requirements

As required by the Bahrain Commercial Companies Law, we report that:

- a) the Company has maintained proper accounting records and the financial statements are in agreement therewith;
- b) the financial information contained in the Report of the Board of Directors is consistent with the financial statements;
- c) we are not aware of any violations of the Commercial Companies' Law or the terms of the Company's Articles and Memorandum of Association during the year that might have had a material adverse effect on the business of the Company or on its financial position; and
- d) satisfactory explanations and information have been provided to us by the Company's management in response to all our requests.

September 01, 2024
Kingdom of Bahrain

R. YASSA & CO.
Chartered Accountants



Raafat F. Yassa

RAAFAT F. YASSA
(Registration No. 17)

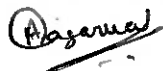
MASTEK SYSTEMS BAHRAIN W.L.L.
STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2024
(In Bahraini Dinars)

| | <u>Notes</u> | <u>2024</u> | <u>2023</u> |
|--------------------------------------|--------------|----------------|----------------|
| ASSETS | | | |
| NON CURRENT ASSETS | | | |
| Property, Plant & Equipment | 6 | 648 | --- |
| TOTAL NON CURRENT ASSETS | | 648 | --- |
| CURRENT ASSETS | | | |
| Trade and Other Receivable | 5b & 7 | 264,485 | 107,868 |
| Contract Assets | 8 | 243,679 | 115,665 |
| Cash and Bank | 9 | 272,861 | 138,686 |
| TOTAL CURRENT ASSETS | | 781,025 | 362,219 |
| TOTAL ASSETS | | 781,673 | 362,219 |
| EQUITY AND LIABILITIES | | | |
| EQUITY | | | |
| Share Capital | 3 | 50,000 | 50,000 |
| Legal Reserve | 5d | 25,000 | 25,000 |
| Retained Earnings | | 382,340 | 228,176 |
| TOTAL EQUITY | | 457,340 | 303,176 |
| NON CURRENT LIABILITIES | | | |
| Employees Terminal Benefits | 10 | 10,575 | 8,957 |
| TOTAL NON CURRENT LIABILITIES | | 10,575 | 8,957 |
| CURRENT LIABILITIES | | | |
| Trade and Other Payables | 11 | 37,050 | 24,400 |
| Related Party Payable | 5e & 12 | 230,930 | 13,777 |
| Contract Liabilities | 13 | 45,778 | 11,909 |
| TOTAL CURRENT LIABILITIES | | 313,758 | 50,086 |
| TOTAL EQUITY AND LIABILITIES | | 781,673 | 362,219 |

[The accompanying notes form an integral part of these financial statements]

[These financial statements were authorized for issue by the director on 1st September 2024]

ARUN AGARWAL
(Director / Authorized Signatory)



MANISH NAHATA
(Director / Authorized Signatory)



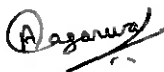
MASTEK SYSTEMS BAHRAIN W.L.L.
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED MARCH 31, 2024
[In Bahraini Dinars]

| | <u>Notes</u> | <u>2024</u> | <u>2023</u> |
|--|--------------|-----------------------|------------------------|
| <u>INCOME</u> | | | |
| Income from Operation | 5f | 535,061 | 464,725 |
| Less : Cost of Operation | 14 | <u>(366,924)</u> | <u>(435,137)</u> |
| GROSS INCOME | | 168,137 | 29,588 |
| <u>TOTAL INCOME</u> | | <u>168,137</u> | <u>29,588</u> |
| <u>LESS : EXPENSES</u> | | | |
| Administrative & General | 15 | 14,066 | 66,932 |
| Depreciation | 16 | <u>130</u> | <u>-----</u> |
| <u>TOTAL EXPENSES</u> | | <u>14,196</u> | <u>66,932</u> |
| PROFIT / LOSS FOR THE YEAR | | 153,941 | (37,344) |
| Other Comprehensive Income | 17 | <u>223</u> | <u>6,602</u> |
| <u>TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE YEAR</u> | | <u>154,164</u> | <u>(30,742)</u> |

[The accompanying notes form an integral part of these financial statements]

[These financial statements were authorized for issue by the director on 1st September 2024]

ARUN AGARWAL
(Director / Authorized Signatory)



MANISH NAHATA
(Director / Authorized Signatory)



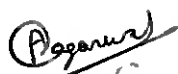
MASTEK SYSTEMS BAHRAIN W.L.L.
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED MARCH 31, 2024
[In Bahraini Dinars]

| | <u>SHARE CAPITAL</u> | <u>LEGAL RESERVE</u> | <u>RETAINED (LOSS)</u> | <u>TOTAL</u> |
|--|--------------------------|--------------------------|----------------------------|-----------------------|
| BALANCE AS AT 01.04.2021 | 50,000 | 25,000 | 258,918 | 333,918 |
| Comprehensive (Loss) for the year | ---- | ----- | (30,742) | (30,742) |
| BALANCE AS AT 31.03.2023 | 50,000 | 25,000 | 228,176 | 303,176 |
| Comprehensive Income for the year | ---- | ----- | 154,164 | 154,164 |
| <u>BALANCE AS AT 31.03.2024</u> | <u>50,000</u> | <u>25,000</u> | <u>382,340</u> | <u>457,340</u> |

[The accompanying notes form an integral part of these financial statements]

[These financial statements were authorized for issue by the director on 1st September 2024]

ARUN AGARWAL
(Director / Authorized Signatory)



MANISH NAHATA
(Director / Authorized Signatory)



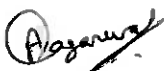
MASTEK SYSTEMS BAHRAIN W.L.L.
STATEMENT OF CASH FLOWS FOR
THE YEAR ENDED MARCH 31, 2024
[In Bahraini Dinars]

| | <u>2024</u> | <u>2023</u> |
|---|-----------------------|-----------------------|
| <u>OPERATING ACTIVITIES</u> | | |
| Comprehensive Income / (Loss) for the year | 154,164 | (30,742) |
| Add : Depreciation | <u>130</u> | <u>---</u> |
| | 154,294 | (30,742) |
| <u>CHANGES IN OPERATING ASSETS & LIABILITIES</u> | | |
| Trade and Other Receivables | (156,617) | 17,055 |
| Contract Assets | (128,014) | 194,860 |
| Employee Terminal Benefits | 1,618 | (5,217) |
| Trade and Other Payables | 12,650 | (22,928) |
| Related Party Payables | 217,153 | (133,857) |
| Contract Liabilities | <u>33,869</u> | <u>(10,240)</u> |
| <u>NET CASH FLOW FROM OPERATING ACTIVITIES</u> | <u>134,953</u> | <u>8,931</u> |
| <u>INVESTING ACTIVITIES</u> | | |
| Additions to Property, Plant & Equipment | (778) | <u>---</u> |
| <u>NET CASH FLOW FROM INVESTING ACTIVITIES</u> | <u>(778)</u> | <u>---</u> |
| <u>FINANCING ACTIVITIES</u> | | |
| <u>NET CASH FLOW FROM FINANCING ACTIVITIES</u> | <u>NIL</u> | <u>NIL</u> |
| NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS | 134,175 | 8,931 |
| Cash and Cash Equivalents as at Opening | <u>138,686</u> | <u>129,755</u> |
| <u>CASH AND CASH EQUIVALENTS AS AT CLOSING</u> | <u>272,861</u> | <u>138,686</u> |

[The accompanying notes form an integral part of these financial statements]

[These financial statements were authorized for issue by the director on 1st September 2024]

ARUN AGARWAL
(Director / Authorized Signatory)



MANISH NAHATA
(Director / Authorized Signatory)



MASTEK SYSTEMS BAHRAIN W.L.L.
NOTES TO THE FINANCIAL STATEMENTS 2024

1. STATUS & REGISTRATION

Mastek Systems Bahrain W.L.L. a company with limited liability, is registered with the Ministry of Industry, Commerce & Tourism in the Kingdom of Bahrain under C.R. Number 91774 – 01 dated 25.11.2014.

2. ACTIVITY

The company is engaged in computer programming, computer consultancy and computer facilities management.

3. SHARE CAPITAL

The share capital of the company is BD. 50,000/- consists of 500 shares of BD. 100/- each and fully paid and distributed as follows :

| <u>Name of the shareholder</u> | <u>No. of Shares</u> | <u>%</u> | <u>Amount BD</u> |
|-------------------------------------|----------------------|------------|----------------------|
| M/s. Mastek Arabia FZ LLC , Emarati | <u>500</u> | <u>100</u> | <u>50,000</u> |
| <u>Total</u> | <u>500</u> | <u>100</u> | <u>50,000</u> |

4. NEW AND AMENDED STANDARDS

The accounting policies adopted are consistent with those of previous financial year. The adoption of these new standards and interpretations did not have effect on the company's financial position. Other issued standards should be applicable at a future date when they become effective.

5. SIGNIFICANT ACCOUNTING POLICIES

a. Accounting Convention

- The financial year of the company commences on 1st April and ends on 31st March.
- These financial statements cover a period of 12 months from 1st April 2023 to 31st March 2024.

Mastek Systems Bahrain W.L.L.
Notes to the financial statements 2024

- iii. The financial statements have been drawn up from the accounting records of the business under the historical cost convention in compliance with International Accounting Standards and accordingly follow the fundamental accounting assumptions of going concern, consistency and accrual system.
- iv. The financial statements of the company have been prepared in accordance with the International Financial Reporting Standards (IFRS) applicable to companies reporting either new standards and interpretations or amendments not yet adopted.
- b. Accounts Receivables**
- Trade receivables are stated at net realizable value. A provision for bad and doubtful debts have been maintained which is sufficient for writing off the bad debts as per the management.
- c. Employees Terminal Benefits**
- The company's liabilities in respect of employees indemnity arising under the Bahrain Labour Law and the company's rules and a provision has been maintained for such entitlements.
- d. Legal Reserve**
- In accordance with the Bahrain Commercial Companies Law and the Companies Articles of Association 10% of the net profit for the year is required to be transferred to the legal reserve until reaches 50% of the share capital.
- e. Related Party / Intercompany Transactions**
- Represents the amount of transactions between related parties. Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions such as owner, shareholder, director and key management persons of the company.
- f. Recognition of Income**
- Income is recognized when the service is completed, an invoice is prepared and the customer becomes entitled to pay such amount.
- g. Cash and Cash Equivalents**
- Cash and cash equivalents in the statement of cash flows consists of cash at bank.
- h. Foreign Currency Transactions**
- Are translated into Bahraini Dinars at the market rates prevailing at the Balance Sheet date, transactions during the year are translated at the rate of exchange ruling at that time.

Mastek Systems Bahrain W.L.L.
Notes to the financial statements 2024

6. PROPERTY, PLANT & EQUIPMENT
[In Bahraini Dinars]

| | <u>OFFICE EQUIPMENT</u> | <u>TOTAL</u> |
|--|-------------------------|--------------|
| <u>COST</u> | | |
| Additions | <u>778</u> | <u>778</u> |
| <u>TOTAL AS AT 31.03.2024</u> | <u>778</u> | <u>778</u> |
| <u>DEPRECIATION</u> | | |
| Provided for the year | <u>130</u> | <u>130</u> |
| <u>TOTAL AS AT 31.03.2024</u> | <u>130</u> | <u>130</u> |
| <u>NET BOOK VALUE AS AT 31.03.2024</u> | <u>648</u> | <u>648</u> |

Mastek Systems Bahrain W.L.L.
Notes to the financial statements 2024

| | <u>2024</u> <u>BD</u> | <u>2023</u> <u>BD</u> |
|--|--------------------------|--------------------------|
| 7. <u>TRADE AND OTHER RECEIVABLE</u> | | |
| Trade Receivable | 283,207 | 141,028 |
| Provision for Doubtful Debts | <u>(23,623)</u> | <u>(37,620)</u> |
| | 259,584 | 103,408 |
| Tender Guarantee Deposit | 4,460 | 4,460 |
| Other Receivable | <u>441</u> | <u>—</u> |
| | <u>264,485</u> | <u>107,868</u> |
| 8. <u>CONTRACT ASSETS</u> | | |
| Unbilled Revenue | <u>243,679</u> | <u>115,665</u> |
| | <u>243,679</u> | <u>115,665</u> |
| 9. <u>CASH AND BANK</u> | | |
| Cash in Hand | 1,209 | 193 |
| Cash at Bank | <u>271,652</u> | <u>138,493</u> |
| | <u>272,861</u> | <u>138,686</u> |
| 10. <u>EMPLOYEE TERMINAL BENEFITS</u> | | |
| As at Opening | 8,957 | 14,174 |
| Provided for the year | 4,079 | <u>—</u> |
| Payment during the year | <u>(2,461)</u> | <u>(5,217)</u> |
| | <u>10,575</u> | <u>8,957</u> |
| 11. <u>TRADE AND OTHER PAYABLE</u> | | |
| Trade Payable | 9,400 | 7,682 |
| Accrued Expenses | 7,249 | 8,960 |
| Other Payable | <u>20,401</u> | <u>7,758</u> |
| | <u>37,050</u> | <u>24,400</u> |

Mastek Systems Bahrain W.L.L.
Notes to the financial statements 2024

| | <u>2024</u> <u>BD</u> | <u>2023</u> <u>BD</u> |
|---|--------------------------|--------------------------|
| 12. <u>RELATED PARTY PAYABLE</u> | | |
| M/s. Evolutionary Systems Consultancy LLC | 13,238 | 3,538 |
| M/s. Mastek Arabia FZ LLC | <u>217,692</u> | <u>10,239</u> |
| | <u>230,930</u> | <u>13,777</u> |
| Represents all the transactions carried out at an arm's length basis which bears no interest or fixed terms of repayment. | | |
| 13. <u>CONTRACT LIABILITIES</u> | | |
| Unbilled Cost | <u>45,778</u> | <u>11,909</u> |
| | <u>45,778</u> | <u>11,909</u> |
| 14. <u>COST OF OPERATION</u> | | |
| Staff Cost | 116,168 | 134,558 |
| Professional Services | 247,937 | 294,797 |
| Gratuity Costs | 2,819 | 3,595 |
| Allowance | ---- | 1,475 |
| Commission | ---- | <u>712</u> |
| | <u>366,924</u> | <u>435,137</u> |

Mastek Systems Bahrain W.L.L.
Notes to the financial statements 2024

| | <u>2024</u> <u>BD</u> | <u>2023</u> <u>BD</u> |
|--|--------------------------|--------------------------|
| 15. ADMINISTRATIVE & GENERAL EXPENSES | | |
| Rent | 2,929 | 10,925 |
| Immigration and Visa | 2,636 | 4,412 |
| Legal and Professional Charges | 10,706 | 7,180 |
| Bank Charges | 1,132 | 1,157 |
| Bad Debts | (13,415) | 31,452 |
| Travelling and Conveyance | 4,514 | 5,562 |
| Electricity | 580 | 465 |
| Miscellaneous Expenses | <u>4,984</u> | <u>5,779</u> |
| | <u>14,066</u> | <u>66,932</u> |
| 16. DEPRECIATION | | |
| Office Equipment | <u>130</u> | --- |
| | <u>130</u> | ---- |
| 17. OTHER COMPREHENSIVE INCOME | | |
| Measurement Gain | <u>223</u> | <u>6,602</u> |
| | <u>223</u> | <u>6,602</u> |
| 18. CONTINGENT LIABILITIES | | |

As at March 31, 2024 the company's activities were considered as normal in the ordinary course of doing business.

Mastek Systems Bahrain W.L.L.
Notes to the financial statements 2024

19. FINANCIAL INSTRUMENTS & MANAGEMENT OF RISK

Financial assets of the company consists of bank balances and receivable.
Financial liabilities consists of payables and accrued liabilities.

Accounting policies for financial assets and liabilities are set out in note 5.

Credit Risk

The company is exposed to credit risk on its cash at bank and receivables.

Cash is placed with national banks with good credit ratings. The maximum credit risk on receivables is limited to local customers.

Liquidity Risk

Also referred to as funding risk, is the risk that an enterprise will encounter difficulty in raising funds to meet commitments associated with financial instruments.

Liquidity risk may result from an inability to sell a financial asset quickly at close to its value. The liquidity risk is managed by monitoring on a regular basis that sufficient funds are available to meet any future commitments.

Interest Risk

The assets and liabilities of the company are not sensitive to interest risk, except for the outstanding creditors.

Fair Value of Instruments

The fair value of the company's financial instruments, assets and liabilities are not materially different from their carrying values.