

Balance Sheet

As of March 31st, 2020

Assets		Liabilities	
Account Title	Amount	Account Title	Amount
	JPY		JPY
[Current Assets]	[32,617,567]	[Current Liabilities]	[7,023,144]
Cash in banks	15,405,511	Accounts Payable	651,108
Accounts Receivable	15,312,260	Accrued Expenses	5,136,901
Prepaid Expenses	366,666	Withholding Tax	463,166
Sundry Receivable		Social Insurance	224,969
Advances Paid		Income Taxes Payable	547,000
Consumption Tax Receivable	1,533,130	Total Liabilities	7,023,144
[Fixed Assets]	[4,914,576]	Shareholders' Equity	
(Tangible Fixed Assets)	(2,202,736)	[Shareholders' Equity]	[30,508,999]
Leasehold Improvements	969,416	(Share Capital)	(5,000,000)
Equipment	1,233,320	Share Capital	5,000,000
(Investments and the Other Assets)	(2,711,840)	(Retained Earnings)	(25,508,999)
Lease Deposits	2,711,840	Retained Earnings Brought Forward	25,508,999
		Total Shareholders' Equity	30,508,999
Total Assets	37,532,143	Total Liabilities and Shareholders' Equity	37,532,143

PI Japan Co., Ltd.

Director

Certified Public Tax Accountant

D. Yamagisawa



PI Japan Co., Ltd.

Profit and Loss Statement

For the financial year ended March 31, 2020

Account Title		Amount	
		JPY	
<p>[Net Sales]</p> <p>Sales</p>			
	88,518,600	88,518,600	
	Gross Profit		(88,518,600)
<p>[SG & A]</p>			
		84,303,432	
	Operating Profit		(4,215,168)
<p>[Other Income]</p> <p>Interest Income</p> <p>Miscellaneous Income</p>			
	124		
	134,437	134,561	
<p>[Other Expenses]</p>			
		0	
	Ordinary Profit		(4,349,729)
<p>[Special Profit]</p>			
		0	
<p>[Special Loss]</p>			
		0	
	Profit Before Tax Deduction		(4,349,729)
	Income Taxes		1,007,018
	Net Profit		(3,342,711)

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Selling, General and Administrative Expenses

For the financial year ended March 31, 2020

Account Title	Amount	
		JPY
Director's Remuneration	12,000,000	
Director's Bonus	2,000,000	
Salary	5,361,511	
Depreciation	778,636	
Legal Welfare	2,603,903	
Welfare	145,312	
Advertising		
Rental	531,523	
Repair, Maintenance	125,000	
Supplies	425,509	
Electricity and Water	286,830	
Charge	2,679,042	
Taxes and Dues	58,835	
Entertainment	2,874,248	
Communication	2,054,643	
Seminar, Membership	902,079	
Books, Papers	346,717	
Rent	4,376,134	
Conference	507,571	
Transportation (travel within 200km)	553,550	
Domestic Travelling (travel over 200km)	905,044	
International Travelling	2,590,841	
Commutation	1,322,197	
Consultant Fee	40,645,753	
Market Research		
Miscellaneous	228,554	
Total SG&A		(84,303,432)

PI Japan Co., Ltd.

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D. Yanagisawa



Statement of Changes in Equity

For the financial year ended March 31, 2020

			JPY
Shareholders' Equity			
Share Capital	Beginning Balance		5,000,000
	Changes of items during the period		
	Ending Balance		<u>5,000,000</u>
Capital Surplus	Beginning Balance		0
Capital Reserve	Changes of items during the period		
	Ending Balance		<u>0</u>
Total capital surplus	Beginning Balance		0
	Changes of items during the period		
	Ending Balance		<u>0</u>
Retained Earnings			
Other Retained Earnings			
Retained Earnings Brought Forward	Beginning Balance		22,166,288
	Changes of items during the period	Net Profit	3,342,711
	Ending Balance		<u>25,508,999</u>
Total retained earnings	Beginning Balance		22,166,288
	Changes of items during the period		3,342,711
	Ending Balance		<u>25,508,999</u>
Shareholders' equity	Beginning Balance		27,166,288
	Changes of items during the period		3,342,711
	Ending Balance		<u>30,508,999</u>
Total shareholders' equity	Beginning Balance		27,166,288
	Changes of items during the period		3,342,711
	Ending Balance		<u>30,508,999</u>

PI Japan Co., Ltd.

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D. Yamagisawa



Notes to the Financial Statements

For the financial year ended March 31, 2020

I. Significant Accounting Policies

The financial statements have been prepared in accordance with Accounting Standards for Small and Medium Enterprises in Japan.

1. Depreciation method for fixed assets

- (a) Leasehold improvements — Straight line method
 (b) Equipment (over 200,000 yen) — Declining balance method
 (c) Equipment (100,000 yen - 200,000 yen) — Straight-line method

2. Accounting for consumption taxes and regional consumption taxes

Consumption taxes and regional consumption taxes are excluded from all figures.

II. Notes about balance sheet

Monetary assets and liabilities to parent company

Accounts Receivable 15,312,260 yen

III. Notes about profit and loss statement

Transaction with parent company

Operating transaction

Sales 88,518,600 yen

IV. Notes about statement of changes in equity

Information about issued share capital

Sort	31/03/2019	Increase	Decrease	31/3/2020
Common shares	100 shares			100 shares

Shareholding: 100% PI Industries Ltd. (India)

V. Information about related party

Attribute	Name	Voting right	Relations		Detail of business	Amount	Account title	Ending balance
			The additional post of director	Actual relations				
Parent company	PI industries Ltd.	100%	0	Service	Market research	88,518,600 yen	Accounts receivable	15,312,260 yen

VI. Information about per share

Book value per share 305,089 yen

Net profit per share 33,427 yen

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