NUCLEUS SOFTWARE AUSTRALIA PTY LTD
ABN : 43 167 842 953

FINANCIAL REPORT
FOR THE YEAR ENDED
31 MARCH 2021

Liability limited by a scheme approved under
Professional Standards Legislation

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DIRECTORS' REPORT

The directors present their report on the company for the financial year ended 31 March 2021.

Information on Directors

The names of each person who has been a director during the financial year ended 31 March 2021:

Mr Vishnu R Dusad
Mr Mark McCoy

Operating Results

The profit of the company for the year after providing for income tax amounted to $192,668.

Significant Changes in the State of Affairs

There has been no significant change in the state of affairs of the Company during the year.

Principal Activities

The principal activity of the company during the financial year was the provision of computer software services, particularly the development and installation of computer software.

No significant change in the nature of the company's activity occurred during the financial year.

Events After the Reporting Date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in future financial years.

Environmental Issues

The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory of Australia.

Dividends paid or recommended

No dividends have been paid or declared since the start of the financial year. No recommendation for payment of dividends has been made.

Options

No options over issued shares or interests in the company were granted during or since the end of the financial year and there are no options outstanding at the date of this report.

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DIRECTORS' REPORT

Auditor's Independence

The auditor's independence declaration in accordance with section 307C of the Corporations Act 2001, for the year ended 31 March 2021 has been received and can be found on the following page of this financial report.

Signed in accordance with a resolution of the Board of Directors:

Dated this 26th **day of** ……May……………….**2021**

Dusad Vishnu Rampratap Digitally signed by Dusad Vishnu Rampratap Date: 2021.05.26 10:19:01 +05'30'

MR VISHNU R DUSAD

(DIRECTOR)

SUHRID.R.SHETH
Chartered Accountant

Suite 4,
96-98 Wigram Street
HARRIS PARK NSW 2150

Telephone: (02) 9687 6095
Fax: (02) 9635 9786

AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF
NUCLEUS SOFTWARE AUSTRALIA PTY LTD

I declare that, to the best of my knowledge and belief, during the year ended 31 March 2021 there have been:

(i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and

(ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Name of Firm: Suhrid R Sheth
Chartered Accountants

Name of Director: SD/-
SUHRID SHETH

Address: PO Box 9374, HARRIS PARK NSW 2150

Dated this **day of** **2021**

NUCLEUS SOFTWARE AUSTRALIA PTY LTD
ABN : 43 167 842 953

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 $	2020 $
Income			
Revenue	**2**	1,993,594	1,720,410
Expenditure			
Advertising		(432)	(14,584)
Depreciation expense		(91)	(145)
Auditor's remuneration	**3**	(9,093)	(12,911)
Consulting fees		(10,190)	(5,120)
Directors' fees		(21,900)	(21,900)
Employee benefits expenses		(1,647,110)	(1,417,639)
Fringe Benefits Tax		(8,811)	(8,603)
Rent		(25,341)	(27,892)
Travel and accommodation		(8,492)	(38,913)
Other expenses		(11,302)	(16,144)
Total Expenses		(1,742,762)	(1,563,851)
Profit/(Loss) for the year		250,832	156,559
Income Tax Expense		(58,164)	(53,122)
Total comprehensive income for the year		192,668	103,437

NUCLEUS SOFTWARE AUSTRALIA PTY LTD
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STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2021

	Note	2021 $	2020 $
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	**4**	331,129	65,379
Trade and other receivables	**5**	529,924	567,174
Deposits and bonds		4,751	4,622
Prepayments		2,733	5,156
TOTAL CURRENT ASSETS		868,537	642,331
NON-CURRENT ASSETS			
Property, plant & equipment	**6**	-	91
TOTAL NON-CURRENT ASSETS		-	91
TOTAL ASSETS		-	642,422
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	**7**	133,320	132,973
Provision for Audit Fees	**8**	9,500	9,000
Current provisions	**9**	122,489	89,889
TOTAL CURRENT LIABILITIES		265,309	231,862
TOTAL LIABILITIES		265,309	231,862
NET ASSETS (LIABILITIES)		603,228	410,560
EQUITY			
Issued capital	**10**	100,000	100,000
Accumulated Earnings		503,228	310,560
TOTAL EQUITY		603,228	410,560

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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2021

	Issued Capital	Retained earnings (Accumulated losses) $	Total $
Balance at 31 March 2018	100,000	157,241	257,241
Profit/(Loss) attributable to equity shareholder during the year		49,882	49,882
Balance at 31 March 2019	100,000	207,123	307,123
Profit/(Loss) attributable to equity shareholder during the year		103,437	103,437
Balance at 31 March 2020	100,000	310,560	410,560
Profit/(Loss) attributable to equity shareholder during the year		192,668	192,668
Balance at 31 March 2021	100,000	503,228	603,228

The accompanying notes form part of these financial statements.

NUCLEUS SOFTWARE AUSTRALIA PTY LTD
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 $	2020 $
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		2,030,844	1,333,678
Payments to suppliers and employees		(1,695,339)	(1,469,045)
Cash paid for income taxes		(69,755)	(29,038)
Net cash provided by (used in) operating activities	**11**	265,750	(164,405)
CASH FLOWS FROM INVESTING ACTIVITIES			
Cash paid for purchase of property, plant & equipment		-	-
Net cash provided by (used in) investing activities		-	-
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from share issue		-	-
Net cash provided by financing activities		-	-
Net increase/(decrease) in cash held		265,750	(164,405)
Cash at beginning of financial year		65,379	229,784
Cash at end of financial year	**4**	331,129	65,379

The accompanying notes form part of these financial statements.

1 Statement of Significant Accounting Policies

The financial statements cover Nucleus Software Australia Pty Ltd as an individual entity. Nucleus Software Australia Pty Ltd is a company limited by shares, incorporated and domiciled in Australia. Nucleus Software Australia Pty Limited is a wholly owned subsidiary of Nucleus Software Exports Limited, which is based in India.

These financial statements were authorised for issue in accordance with a resolution of directors on May 26, 2021.

Basis of Preparation

The financial statements are special purpose financial statements that have been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board (AASB) and the Corporations Act 2001.

The significant accounting policies used in the preparation and presentation of these financial statements are provided below and are consistent with the prior reporting period unless stated otherwise.

The financial statements are based on historical costs.

Financial Instruments

Financial instruments are recognised initially using trade date accounting, i.e. on the date that company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Impairment of Non-Financial Assets

At the end of each reporting period the company determines whether there is any evidence of an impairment indicator for non-financial assets.

Where this indicator exists and regardless for goodwill, indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the assets is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss, except for goodwill.

Cash and Cash Equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

Provision for Long Service Leave

A liability for long service leave is recognised after an employee has completed five years of service based on remuneration rates current as at the end of the reporting period.

Revenue and Other Income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the entity and specific criteria relating to the type of revenue as noted below, have been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

Interest revenue

Interest revenue is recognised using the effective interest rate method.

Rendering of services

Revenue in relation to rendering of services is recognised only when it can be measured reliably. If this is the case then the stage of completion of the services is used to determine the appropriate level of revenue to be recognised in the period.

	2021	2020
	$	$

2 Revenue and Other Income

	2021	2020
Revenue		
Sales revenue:		
Rendering of services	1,893,279	1,720,410
Australian government COVID-19 related cash flow boost	100,000	-
Forex gain/(loss)	315	-
Total revenue	1,993,594	1,720,410

3 Auditor's Remuneration

	2021	2020
Auditors Remuneration – Audit Services	8,000	8,500
Auditors Remuneration – Consulting	1,093	4,411
	9,093	12,911

	2021	2020
	$	$

4 Cash and Cash Equivalents

	2021	2020
Cash in Hand	1	1
Cash at Bank	331,128	65,378
	331,129	65,379

Reconciliation of cash

Cash and Cash equivalents balances reported in the Statement of Cash Flows are reconciled to the equivalent items in the Statement of Financial Position as follows:

	2021	2020
Cash in Hand	1	1
Cash at Bank	331,128	65,378
	331,129	65,379

5 Trade and Other Receivables

	2021	2020
Current		
Trade Debtors	529,924	567,174
	529,924	567,174

The company does not hold any financial assets with terms that have been renegotiated, but which would otherwise be past due or impaired.

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short term nature of the balances.

6 Property, Plant and Equipment

	2021	2020
Computer Equipment – at Cost	2,198	2,198
Less Provision for Depreciation	(2,198)	(2,107)
Total Office Equipment	-	91
Total Property, Plant and Equipment	-	91

		2021	2020
		$	$

7 Trade and Other Payables

	2021	2020
Current		
Trade Creditors	23,023	7,563
GST Payable	46,712	50,301
PAYG Payable	35,663	34,888
Other Creditors	1,534	10,345
Employee Obligations Payable	26,388	29,876
	133,320	132,973

8 Provision for Audit Fees

	2021	2020
Statutory Audit Fees	8,500	8,500
Internal Audit Fees	1,000	500
	9,500	9,000

9 Provisions

	2021	2020
Provision for income tax	20,329	31,921
Provision for annual leave	76,774	57,968
Provision for Long Service Leave	25,386	-
	122,489	89,889

10 Issued Capital

	2021	2020
Issued Capital	100,000	100,000

11 Reconciliation of Cash Flow from Operating Activities with Profit after Income Tax

	2021 $	2020 $
Cash Flow from Operating Activities	265,750	(164,405)
Add:		
Increase in Deposits and bonds	131	262
Increase in Trade and Other Receivables	-	386,733
Increase in Prepayments	-	2,386
Less:		
Decrease in Prepayments	(2,423)	-
Increase in current provisions	(33,100)	(40,572)
Increase in Trade and Other Payables	(347)	(80,822)
Decrease in Trade and Other Receivables	(37,252)	-
Amortisation and depreciation of Assets	(91)	(145)
Profit after income tax	192,668	103,437

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DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes for the year ended 31 March 2021 are in accordance with the Corporations Act 2001 and:

   (a) comply with Australian Accounting Standards; and

   (b) give a true and fair view of the financial position and performance of the company.

2. In the directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Dated this 26th **day of** May **2021**

Dusad Vishnu Rampratap

Digitally signed by Dusad Vishnu Rampratap
Date: 2021.05.26 10:19:47 +05'30'

MR VISHNU R DUSAD

(DIRECTOR)

SUHRID.R.SHETH
Chartered Accountant

Suite 4,
96-98 Wigram Street
HARRIS PARK NSW 2150

Telephone: (02) 9687 6095
Fax: (02) 9635 9786

AUDITORS REPORT FOR THE YEAR ENDED 31ST MARCH 2021

Independent auditor's report to the shareholders of Nucleus Software Australia Pty Limited

Report on the audit of the financial report

Opinion
I have audited the financial report of Nucleus Software Australia Pty Limited (the 'company'), which comprises the statement of financial position as at 31 March 2021, the statement of financial position, and statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In my opinion, the accompanying financial report of Nucleus Software Australia Pty Limited is in accordance with the Corporations Act 2001, including:

(a) giving a true and fair view of the company's financial position as at 31 March 2021 and of its financial performance for the [period][year] then ended; and

(b) complying with Australian Accounting Standards and the Corporations Regulations 2001.

Basis for opinion
I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the 'Auditor's responsibilities for the audit of the financial report' section of my report. I am independent of the company in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 'Code of Ethics for Professional Accountants' (the 'Code') that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

I confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of the company, would be in the same terms if given to the directors as at the time of this auditor's report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

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

I advise that there are no such matters.

Other information
The directors are responsible for the other information. The other information comprises the information included in the company's annual report for the year ended 31 March 2021, but does not include the financial report and my auditor's report thereon.

My opinion on the financial report does not cover the other information and accordingly I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or my knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I are required to report that fact. I have nothing to report in this regard.

Responsibilities of the directors for the financial report
The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, 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 report
My objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards 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 this financial report.

A further description of my responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: http://www.auasb.gov.au/Home.aspx. This description forms part of my auditor's report.

Responsibilities
The directors of the company are responsible for the preparation and presentation of the remuneration report in accordance with Section 300A of the Corporations Act 2001. My responsibility is to express an opinion on the remuneration report, based on my audit conducted in accordance with Australian Auditing Standards.

Opinion
I have performed audit and review procedures (as applicable) in accordance with Australian Auditing Standards in order to report to the Nucleus Software Australia Pty Limited and the Australian Securities & Investments Commission ("ASIC") in relation to the financial year referred to above as follows:

1. In my opinion:

   (a) The financial statements of Nucleus Software Australia Pty Limited is in accordance with the Corporations Act 2001, including :

      i. Giving a true and fair view of the entity's financial position of the as at 31st March 2021 and of its performance for the year ended on that date; and

      ii. That as Nucleus Software Australia Pty Limited is a non reporting entity, the financial statements are in accordance with all the recognition and measurement requirements of the

Australian Accounting Standards, and in accordance with the disclosure requirements of the Australian Accounting Standards that apply to non reporting entities.

Basis of accounting
Without modifying my opinion, I draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the *Corporations Act 2001*. As a result, the financial report may not be suitable for another purpose.

Sign Here SD/- ______________________________ Date May 26,2021 ______________

Print name SUHRID R SHETH Capacity PRINCIPAL

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Professional Standards Legislation