

MSSL KOREA WH LIMITED
STATEMENT OF FINANCIAL POSITION
As of March 31, 2023 and March 31, 2022

	<u>March 31, 2023</u>	<u>March 31, 2022</u>
ASSETS		
Current assets:		
Cash and cash equivalents	₩ 20,740,210	₩ 76,663,747
Trade receivables	249,082,993	268,997,730
Notes receivables	9,415,290	9,415,290
Advance payments	77,991,920	115,291,420
Prepaid expense	-	353,644
Prepaid value added tax	3,691,225	140,049
Prepaid income tax	10,140	11,390
Other receivables	500,204	268,330
Inventories	425,360,348	472,329,647
Total current assets	<u>786,792,330</u>	<u>943,471,247</u>
Property, plant and equipment		
Office equipment	7,257,000	7,257,000
Less accumulated depreciation	<u>(7,255,000)</u>	<u>(7,255,000)</u>
Property, plant and equipment, net	2,000	2,000
Investments and other assets:		
Leasehold deposits	<u>0</u>	<u>10,000,000</u>
Total investments and other assets	<u>0</u>	<u>10,000,000</u>
Total assets	<u>₩ 786,794,330</u>	<u>₩ 953,473,247</u>
LIABILITIES AND STOCKHOLDER'S EQUITY		
Current liabilities:		
Trade accounts payables	₩ 187,606,311	₩ 245,642,481
Non-trade payables	64,301,263	34,552,915
Withholdings	494,990	414,930
Tax payables	-	-
Value added tax withheld		
Accrued expenses	<u>31,641,543</u>	<u>30,191,135</u>
Total current liabilities	<u>284,044,107</u>	<u>310,801,461</u>
Long-term liabilities		
Severance and retirement benefits	₩ 32,124,111	₩ 26,810,850
Long-term borrowings	945,255,000	877,830,000
Total non-current liabilities	<u>977,379,111</u>	<u>904,640,850</u>
Total liabilities	<u>1,261,423,218</u>	<u>1,215,442,311</u>
Stockholder's equity		
Common stock	200,000,000	200,000,000
Accumulated deficit	<u>674,628,888</u>	<u>461,969,064</u>
Total stockholder's equity	<u>(474,628,888)</u>	<u>(261,969,064)</u>
Total liabilities and stockholder's equity	<u>₩ 786,794,330</u>	<u>₩ 953,473,247</u>
	TRUE	TRUE

Prepared By:

Moon-cheol, Shin
MANAGER

June, 29, 2023
(DATE)

Hun-gyu, Kim
PARTNER

June, 29, 2023
(DATE)

MSSL KOREA WH LIMITED
STATEMENTS OF INCOME
From Apr. 01, 2022 to Mar 31, 2023
From Apr. 01, 2021 to Mar 31, 2022

	From Apr. 01, 2022 to Mar. 31, 2023	From Apr. 01, 2021 to Mar. 31, 2022
Sales	₩ 1,244,735,945	₩ 1,290,919,486
Cost of sales	1,153,805,934	1,081,441,983
Gross profit	90,930,011	209,477,503
Selling and administrative expenses		
Salaries expenses	45,120,000	61,496,760
Miscellaneous salaries	-	-
Severance benefits	5,313,261	6,322,157
Employee benefits	3,900,360	4,433,300
Travel expenses	3,522,700	4,625,000
Entertainment expenses	62,000	-
Postage	2,840	-
Utility expenses	116,360	195,880
Electricity expenses	430,310	937,300
Taxes and dues	1,918,230	2,562,620
Depreciation expenses	-	-
Rental expenses	5,190,000	6,000,000
Repairs expenses	-	-
Insurance expenses	8,000,917	8,087,896
Freight expenses	2,118,230	10,252,460
Conference expenses	7,500	-
Supplies expenses	1,675,020	500,100
Service fees	30,913,766	27,611,342
Custody charges	112,855,127	115,690,653
Maintenance expenses	1,727,520	2,362,210
	222,874,141	251,077,678
Operating income(loss)	(131,944,130)	(41,600,175)
Other income (expenses):		
Interest income	66,472	74,328
Interest expenses	-	-
Miscellaneous revenues	1,696,601	209,427
Gain(Loss) on foreign currency transaction	(15,813,319)	(17,127,391)
Gain(Loss) on foreign currency translation	(66,491,821)	(56,513,558)
Miscellaneous losses	(173,627)	(410,014)
	(80,715,694)	(73,767,208)
Income tax expenses		
Income tax expenses	-	391,630
Net income(loss)	₩ (212,659,824)	₩ (115,759,013)

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Cheong-Ju, Korea

Daejoo Accounting Corporation

COMPOUND TRIAL BALANCE

As of March 31, 2023

MSSL KOREA WH LIMITED

DR		TITLE OF ACCOUNT	CR	
BALANCE	TOTAL		BALANCE	TOTAL
786,792,330	4,962,919,106	Current assets	4,176,126,776	
361,431,982	3,383,752,824	< Quick assets >	3,022,320,842	
20,740,210	1,510,941,054	Bank deposit (Normal)	1,490,200,844	
249,082,993	1,599,399,617	Trade receivables	1,350,316,624	
9,415,290	9,415,290	Notes receivables	-	
500,204	879,954	Other receivables	379,750	
77,991,920	134,212,290	Advance payments	56,220,370	
-	7,083,847	Prepaid expense	7,083,847	
3,691,225	121,799,242	Prepaid value added tax	118,108,017	
10,140	21,530	Prepaid income tax	11,390	
425,360,348	1,579,166,282	< Inventories >	1,153,805,934	
425,360,348	1,579,166,282	Merchandises	1,153,805,934	
7,257,000	17,257,000	Non-current assets	17,255,000	7,255,000
7,257,000	7,257,000	< Property, plant and equipment >	7,255,000	7,255,000
7,257,000	7,257,000	Office equipment		
-	10,000,000	Less accumulated depreciation	7,255,000	7,255,000
-	10,000,000	< Other non-current assets >	10,000,000	-
-	10,000,000	Leasehold deposits	10,000,000	
1,545,722,143		Current liabilities	1,829,766,250	284,044,107
-	-	Trade accounts payables	-	-
580,986,816		Non-trade payables	645,288,079	64,301,263
5,021,570		Withholdings	5,516,560	494,990
84,611,112		Value added tax withheld	84,611,112	-
-	-	Tax payables	-	-
46,941,010		Accrued expenses	78,582,553	31,641,543
828,161,635		Foreign currency trade accounts payables	1,015,767,946	187,606,311
-	-	Long-term liabilities	977,379,111	977,379,111
-	-	Severance and retirement benefits	32,124,111	32,124,111
-	-	Long-term borrowings	945,255,000	945,255,000
-	-	Common stock	200,000,000	200,000,000
461,969,064	461,969,064	Common stock	200,000,000	200,000,000
461,969,064	461,969,064	Accumulated deficit		
-	-	Accumulated deficit		
-	-	Sales	1,244,735,945	1,244,735,945
-	-	Sales-merchandise	1,244,735,945	1,244,735,945
1,153,805,934	1,153,805,934	Cost of sales		
1,153,805,934	1,153,805,934	Cost of merchandise sold		
222,874,141	222,874,141	Selling and administrative expenses		
45,120,000	45,120,000	Salaries expenses		
-	-	Miscellaneous salaries		
5,313,261	5,313,261	Severance benefits		
3,900,360	3,900,360	Employee Benefits		
3,522,700	3,522,700	Travel expenses		
62,000	62,000	Entertainment expenses		
2,840	2,840	Postage		
116,360	116,360	Utility expenses		
430,310	430,310	Electricity expense		
1,918,230	1,918,230	Taxes and dues		
-	-	Depreciation expenses		
5,190,000	5,190,000	Rental expenses		
8,000,917	8,000,917	Insurance expense		
2,118,230	2,118,230	Freight expenses		
7,500	7,500	Conference expenses		
1,675,020	1,675,020	Supplies expenses		
30,913,766	30,913,766	Service fees		
112,855,127	112,855,127	Custody charges		
1,727,520	1,727,520	Maintenance expenses		
-	-	Other income	27,441,403	27,441,403
-	-	Interest income	66,472	66,472
37,731,259	37,731,259	Gain on foreign currency transaction	21,917,940	21,917,940
70,252,211	70,252,211	Gain on foreign currency translation	3,760,390	3,760,390
173,627	173,627	Miscellaneous revenues	1,696,601	1,696,601
-	-	Other expenses		
-	-	Interest expenses		
-	-	Loss on foreign currency transaction		
-	-	Loss on foreign currency translation		
-	-	Miscellaneous losses		
-	-	Income tax expenses		
-	-	Income tax expenses		
2,740,855,566	8,472,704,485	TOTAL	8,472,704,485	2,740,855,566
			TRUE	TRUE

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PARTNER

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Cheong-Ju, Korea

Daejoo Accounting Corporation

Details of Balance to the Statement of Financial Position

I. Assets

1. Cash and cash equivalents

	Description	Amounts	Details
1	Bank deposit (Normal)	20,740,210	
	Sum	20,740,210	

2. Trade receivables

	Description	Amounts	Details
1	SMRK	529,663	
2	SMR HS	183,800,488	
3	WOOJIN HITECH	1,720,371	
4	SHINJIN	-	
5	MOTHERSON SUMI SYSTEMS LTD	63,032,471	
	Sum	249,082,993	

3. Inventories

	Description	Amounts	Details
1	Merchandises	425,360,348	
	Sum	425,360,348	

4. Leasehold deposits

	Description	Amounts	Details
1	Leasehold deposits	-	
	Sum	-	

II. Liabilities

1. Trade accounts payables

	Description	Amounts	Details
1	MOTHERSON SUMI SYSTEMS	187,606,311	
	Sum	187,606,311	

2. Non trade payables

	Description	Amounts	Details
1	Dae Joo Accounting Corp.	1,430,000	Bookkeeping service fee
2	SUNGSIL office supply shop	77,000	Official replicator rental fee
3	SMR HS	220,000	Office Rent
5	MOTHERSON SUMI SYSTEMS	1,462,206	Express Air Freight Cost/Debit note
6	SF GLOBAL	20,689,697	Custody charges
7	Jincheon Corp	-	Goods
8	Sejong Unitech	40,422,360	Connectors
	Sum	64,301,263	

3. Withholdings from Employees

	Description	Amounts	Details
1	Tax office, etc.	494,990	Withholding from Employees(National pension, Employment insurance, etc.)
	Sum	494,990	

4. Long-term borrowings

	Description	Amounts	Details
1	MSSL SINGAPORE PTE	945,255,000	Interest Rate: LIBOR+1.5%
	Sum	945,255,000	

5. Accrued expenses

	Description	Amounts	Details
1	Kang, hyo gu	3,288,030	Salaries(Mar)
2	Kang, hyo gu	313,990	Expense(Mar)
3	MSSL SINGAPORE PTE	28,039,523	Interest expense
	Sum	31,641,543	

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