

Maveric NXT Limited

Annual Report and Financial Statements

For the year ended 31 March 2025

Maveric NXT Limited

Company Information

Directors	Mr S Nurani Neelakantan Mr R R Indupuri Mr V Padmanabhachari
Secretary	Mr V G Srinivasan
Company number	04930156
Registered office	5 Laybourne House Admirals Way Docklands London E14 9UH
Auditors	Moore Kingston Smith LLP Betchworth House 57-65 Station Road Redhill Surrey RH1 1DL

Maveric NXT Limited

Directors' Report

For the year ended 31 March 2025

The directors present their annual report and financial statements for the year ended 31 March 2025.

Principal activities

The principal activity of the company continued to be that of software and technological systems consultancy.

Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

Mr S Nurani Neelakantan

Mr R R Indupuri

Mr V Padmanabachari

Auditor

The auditor, Moore Kingston Smith LLP, is deemed to be reappointed under section 487(2) of the Companies Act 2006.

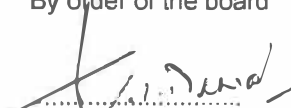
Statement of disclosure to auditor

So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information of which the company's auditor is unaware. Additionally, the directors individually have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditor is aware of that information.

Small companies exemption

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

By order of the board



.....
Mr V G Srinivasan
Secretary

Date: 6th May 2025

Maveric NXT Limited

Directors' Responsibilities Statement

For the year ended 31 March 2025

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Maveric NXT Limited

Independent Auditor's Report

To the Members of Maveric NXT Limited

Opinion

We have audited the financial statements of Maveric NXT Limited (the 'company') for the year ended 31 March 2025 which comprise the Statement of Income and Retained Earnings, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2025 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. 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 independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, 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 appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Maveric NXT Limited

Independent Auditor's Report (Continued)

To the Members of Maveric NXT Limited

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report and from the requirement to prepare a Strategic Report.

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine 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, 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.

Maveric NXT Limited

Independent Auditor's Report (Continued)

To the Members of Maveric NXT Limited

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 a guarantee that an audit conducted in accordance with ISAs (UK) 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 these financial statements.

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for 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 purposes 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 estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the 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.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance 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.

Maveric NXT Limited

Independent Auditor's Report (Continued)

To the Members of Maveric NXT Limited

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the company.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the company and considered that the most significant are the Companies Act 2006, UK financial reporting standards as issued by the Financial Reporting Council, and UK taxation legislation.
- We obtained an understanding of how the company complies with these requirements by discussions with management and those charged with governance.
- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.
- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.
- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Maveric NXT Limited

Independent Auditor's Report (Continued)

To the Members of Maveric NXT Limited



Ian Matthews
Senior Statutory Auditor
for and on behalf of Moore Kingston Smith LLP

6 May 2025

Chartered Accountants
Statutory Auditor

Betchworth House
57-65 Station Road
Redhill
Surrey
RH1 1DL

Maveric NXT Limited

Statement of Income and Retained Earnings

For the year ended 31 March 2025

	Notes	2025 £	2024 £
Turnover		4,710,345	5,063,971
Administrative expenses		(4,629,039)	(4,353,414)
Other operating income		2,986	5,085
		<hr/>	<hr/>
Operating profit		84,292	715,642
Interest receivable and similar income		27,402	4,218
Fair value gains and losses		-	(277,845)
		<hr/>	<hr/>
Profit before taxation		111,694	442,015
Tax on profit	4	(28,302)	(182,995)
		<hr/>	<hr/>
Profit for the financial year		83,392	259,020
Retained earnings brought forward		2,535,963	3,568,887
		<hr/>	<hr/>
Retained earnings carried forward		2,619,355	2,535,963
		<hr/> <hr/>	<hr/> <hr/>

Maveric NXT Limited

Balance Sheet

As at 31 March 2025

	Notes	2025		2024	
		£	£	£	£
Fixed assets					
Tangible assets	5		2,525		2,371
Investments	6		196,291		196,291
			<u>198,816</u>		<u>198,662</u>
Current assets					
Debtors	8	2,121,768		1,406,119	
Cash at bank and in hand		694,219		2,084,251	
		<u>2,815,987</u>		<u>3,490,370</u>	
Creditors: amounts falling due within one year	9	(365,948)		(1,123,569)	
Net current assets			<u>2,450,039</u>		<u>2,366,801</u>
Net assets			<u>2,648,855</u>		<u>2,565,463</u>
Capital and reserves					
Called up share capital	10		29,500		29,500
Profit and loss reserves			2,619,355		2,535,963
Total equity			<u>2,648,855</u>		<u>2,565,463</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the board of directors and authorised for issue on 06 May 25 and are signed on its behalf by:



Mr R R Indupuri
Director

Company Registration No. 04930156

Maveric NXT Limited

Statement of Changes in Equity

For the year ended 31 March 2025

	Share capital	Profit and loss reserves	Total
	£	£	£
Balance at 1 April 2023	29,500	2,276,943	2,306,443
Year ended 31 March 2024:			
Profit and total comprehensive income for the year	-	259,020	259,020
Balance at 31 March 2024	29,500	2,535,963	2,565,463
Year ended 31 March 2025:			
Profit and total comprehensive income for the year	-	83,392	83,392
Balance at 31 March 2025	29,500	2,619,355	2,648,855

Maveric NXT Limited

Notes to the Financial Statements

For the year ended 31 March 2025

1 Accounting policies

Company information

Maveric NXT Limited is a private company limited by shares incorporated in England and Wales. The registered office is 5 Laybourne House, Admirals Way, Docklands, London, E14 9UH.

1.1 Accounting convention

These financial statements have been prepared in accordance with Section 1A of FRS 102 “The Financial Reporting Standard applicable in the UK and Republic of Ireland” (“FRS 102”) and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest pound.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

The company has taken advantage of the exemption under section 401 of the Companies Act 2006 not to prepare consolidated accounts. The financial statements present information about the company as an individual entity and not about its group.

Maveric NXT Limited is a wholly owned subsidiary of Maveric Systems Limited and the results of Maveric NXT Limited are included in the consolidated financial statements of Maveric Systems Limited which are available from their registered office, 2nd floor, Block 5, DLF IT Park, 1/124, Nandambakkam Post, Ramapuram, Mount Poonamallee Road, Chennai, Tamil Nadu 600 089.

1.2 Turnover

Revenue from contracts with customers is recognised upon transfer of control of promised services to the customer at an amount that reflects the consideration the company expects to receive in exchange for those services. Revenue on time-and-material contracts is recognised as the related services are performed and revenue from the end of the last invoicing to the reporting date is recognised as unbilled revenue.

1.3 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures and fittings	25% reducing balance
Computers	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

Maveric NXT Limited

Notes to the Financial Statements (Continued)

For the year ended 31 March 2025

1 Accounting policies

(Continued)

1.4 Fixed asset investments

Interests in subsidiaries, associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

Entities in which the company has a long term interest and shares control under a contractual arrangement are classified as jointly controlled entities.

1.5 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.6 Financial instruments

The company only has financial instruments classified as basic and measured at amortised cost. The company has no financial instruments that are classified as 'other' or financial instruments measured at fair value.

1.7 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.8 Taxation

The tax expense represents the tax currently payable.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

1.9 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.10 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

Maveric NXT Limited

Notes to the Financial Statements (Continued)

For the year ended 31 March 2025

1 Accounting policies

(Continued)

1.11 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leases asset are consumed.

1.12 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

2 Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2025	2024
	Number	Number
Total	12	15

4 Taxation

	2025	2024
	£	£
Current tax		
UK corporation tax on profits for the current period	28,302	182,995

Maveric NXT Limited

Notes to the Financial Statements (Continued)

For the year ended 31 March 2025

5 Tangible fixed assets

	Plant and machinery etc £
Cost	
At 1 April 2024	19,988
Additions	1,299
Disposals	(1,764)
	<hr/>
At 31 March 2025	19,523
	<hr/>
Depreciation and impairment	
At 1 April 2024	17,617
Depreciation charged in the year	1,145
Eliminated in respect of disposals	(1,764)
	<hr/>
At 31 March 2025	16,998
	<hr/>
Carrying amount	
At 31 March 2025	2,525
	<hr/> <hr/>
At 31 March 2024	2,371
	<hr/> <hr/>

6 Fixed asset investments

	2025 £	2024 £
Shares in group undertakings and participating interests	196,291	196,291
	<hr/> <hr/>	<hr/> <hr/>

7 Joint ventures

Details of the company's joint ventures at 31 March 2025 are as follows:

Name of undertaking	Country of incorporation	Class of shares held	% Held Direct
Maverix NXT Inc	USA	Ordinary	50.00
Maveric Sistemas S.A DE C.V	Mexico	Ordinary	50.00
Maveric Systems Poland Spolka Z Organiczna Odpowiedzialnoscia	Poland	Ordinary	50.00

Maveric NXT Limited

Notes to the Financial Statements (Continued)

For the year ended 31 March 2025

8 Debtors

	2025	2024
	£	£
Amounts falling due within one year:		
Trade debtors	140,496	43,825
Amounts owed by group undertakings	1,155,190	746,920
Other debtors	32,369	96,827
Prepayments and accrued income	793,713	518,547
	<u>2,121,768</u>	<u>1,406,119</u>

9 Creditors: amounts falling due within one year

	2025	2024
	£	£
Trade creditors	61,665	188,697
Amounts owed to group undertakings	-	349,360
Corporation tax	55,078	209,772
Other taxation and social security	121,589	236,119
Other creditors	1,444	7,804
Accruals and deferred income	126,172	131,817
	<u>365,948</u>	<u>1,123,569</u>

10 Called up share capital

	2025	2024	2025	2024
	Number	Number	£	£
Ordinary share capital Issued and fully paid				
Ordinary shares of £1 each	<u>29,500</u>	<u>29,500</u>	<u>29,500</u>	<u>29,500</u>

11 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

	2025	2024
	£	£
Total commitments	<u>16,800</u>	<u>30,080</u>

Maveric NXT Limited

Notes to the Financial Statements (Continued)

For the year ended 31 March 2025

12 Related party transactions

The company has taken exemption under FRS 102 section 33.1A - Related party transactions, not to disclose transactions entered into between two or more members of a group, provided that any subsidiary which is a party to the transaction is wholly owned by such a member.

The company provided a short-term loan to Maveric Testing Solutions Limited (USA), an associated company. These loans bear no interest and are repayable in the ordinary course of business. The amount due from Maveric Testing Solutions Limited (USA) at the year end is £220,409 (2024 - £220,409).

The company provided a short-term loan to Maveric Systems Poland Spolka Z Organizacja Odpowiedzialnoscia, an associated company. These loans bear no interest and are repayable in the ordinary course of business. At the year end, the amount due from the company was £29,603 (2024 - £13,332).

13 Parent company

The immediate and ultimate parent undertaking is Maveric Systems Limited, a company registered in India. The consolidated group financial statements are prepared by Maveric Systems Limited. Copies of these are available at their registered office 2nd floor, Block 5, DLF IT Park, 1/124, Nandambakkam Post, Ramapuram, Mount Poonamallee Road, Chennai, Tamil Nadu 600 089.

MAVERIC NXT INC.

**FINANCIAL STATEMENTS
SUPPLEMENTARY INFORMATION
AND INDEPENDENT AUDITOR'S REPORT**

MARCH 31, 2025 AND 2024

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MAVERIC NXT INC.
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INDEPENDENT AUDITOR'S REPORT

Board of Directors and Stockholders
Maveric NXT Inc.
Irving, Texas 75038

Opinion

We have audited the accompanying financial statements of Maveric NXT Inc. (a Delaware Corporation), which comprise the balance sheets as of March 31, 2025 and 2024, and the related statements of income, changes in stockholders' equity, and cash flows for the years 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 Maveric NXT Inc as of March 31, 2025 and 2024, 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 Maveric NXT 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.

INDEPENDENT AUDITOR'S REPORT (cont'd)

Board of Directors and Stockholders
Maveric NXT Inc.

Responsibilities of Management for the Financial Statements (cont'd)

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 Maveric NXT 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. Misstatements 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 Maveric NXT 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 Maveric NXT 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.

INDEPENDENT AUDITOR'S REPORT (cont'd)

Board of Directors and Stockholders
Maveric NXT Inc.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedules of cost of sales and operating expenses are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

A handwritten signature in cursive script, reading "Balachandar Jayaraman", is written over a horizontal line.

Balachandar Jayaraman CPA LLC
Colonia, New Jersey 07067
May 16, 2025

MAVERIC NXT INC
BALANCE SHEETS
MARCH 31, 2025 AND 2024

<u>Assets</u>	2025	2024
<u>Current Assets</u>		
Cash and Cash Equivalents	\$ 779,781	\$ 218,655
Accounts Receivable, net of allowance for credit losses of \$158,986 and \$16,113	3,190,379	3,262,330
Unbilled Revenues (Contract Assets)	6,011,407	3,106,345
Accounts Receivable- Parent/ Affiliates	416,235	191,235
Advances due from Employees		
Prepaid Expenses	117,759	117,460
Other Advances	28,676	22,468
Total Current Assets	10,544,237	6,918,493
<u>Property and Equipment</u>		
Property and Equipment	124,601	116,893
Less: Accumulated Depreciation	(41,559)	(106,401)
Total Property and Equipment	83,042	10,492
<u>Noncurrent Assets</u>		
Right of Use Asset	16,395	40,989
Security Deposit	2,449	2,349
Deferred Tax Asset	81,174	27,619
Total Noncurrent Assets	100,018	70,957
Total Assets	\$ 10,727,297	\$ 6,999,942
<u>Liabilities and Stockholders' Equity</u>		
<u>Current Liabilities</u>		
Accounts Payable	\$ 51,311	\$ 23,376
Accounts Payable-Parent/Affiliates	7,244,448	3,839,781
Accrued Expenses	141,847	68,921
Compensated Absences	104,781	54,899
Deferred Revenue (Contract Liabilities)	90,670	699,195
Taxes Payable	372,362	257,414
Lease Liabilities - Current	17,738	24,742
Total Current Liabilities	8,023,157	4,968,328
<u>Long Term Liabilities</u>		
Lease Liabilities - Non Current	-	17,741
Total Long Term Liabilities	-	17,741
<u>Stockholders' Equity</u>		
Common Stock - Authorized 25,000 Shares, \$ 1 par value, and Issued 20,000 Shares	20,000	20,000
Additional Paid-In Capital	300,000	300,000
Retained Earnings	2,384,140	1,693,873
Total Stockholders' Equity	2,704,140	2,013,873
Total Liabilities and Stockholders' Equity	\$ 10,727,297	\$ 6,999,942

See independent auditor's report and accompanying notes to financial statements

MAVERIC NXT INC
STATEMENTS OF INCOME
FOR THE YEARS ENDED MARCH 31, 2025 AND 2024

<u>Operating Revenues</u>	<u>2025</u>	<u>2024</u>
Consulting Income - Contracts	\$ 26,601,292	\$ 24,139,859
Total Operating Revenues	<u>26,601,292</u>	<u>24,139,859</u>
Cost of Sales	(25,298,449)	(23,336,947)
Gross Profit/(Loss)	<u>1,302,843</u>	<u>802,912</u>
General and Administrative Expenses	(347,974)	(242,333)
Income/(Loss) from operations	<u>954,869</u>	<u>560,579</u>
<u>Other Non-Operating Income/Expense</u>		
Other Income	26,638	9,743
Interest Expense on Lease Liabilities	<u>(2,974)</u>	<u>(4,630)</u>
Income (Loss) before Provision for Income Taxes	<u>978,533</u>	<u>565,692</u>
Provision for Income Taxes	(288,266)	(194,987)
Net Income/(Loss)	<u><u>\$ 690,267</u></u>	<u><u>\$ 370,705</u></u>

See independent auditor's report and accompanying notes to financial statements

MAVERIC NXT INC
STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY
FOR THE YEARS ENDED MARCH 31, 2025 AND 2024

	<u>Common Stock</u>	<u>Additional Paid- In Capital</u>	<u>Retained Earnings</u>	<u>Total</u>
Balance at March 31, 2022	\$ 20,000	\$ 300,000	\$ 1,323,168	\$ 1,643,168
Contribution/(Return of Capital)	-	-	-	-
Net Income/(Loss)	-	-	370,705	370,705
Balance at March 31, 2023	\$ 20,000	\$ 300,000	\$ 1,693,873	\$ 2,013,873
Contribution/(Return of Capital)	-	-	-	-
Net Income/(Loss)	-	-	690,267	690,267
Balance at March 31, 2025	\$ 20,000	\$ 300,000	\$ 2,384,140	\$ 2,704,140

See independent auditor's report and accompanying notes to financial statements

MAVERIC NXT INC
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED MARCH 31, 2025 AND 2024

	2025	2024
Cash Flows From Operating Activities		
Net Income (Loss)	\$ 690,267	\$ 370,705
Depreciation	53,006	39,032
Adjustments to reconcile Net Income to net cash provided by/(used in) operating activities:		
Accounts Receivable	71,951	(93,252)
Unbilled Revenues	(2,905,062)	232,830
Accounts Receivable- Parent/ Affiliates	(225,000)	(6,965)
Prepaid Expenses/ Advance Taxes	(299)	24,937
Security Deposit	(100)	-
Other Advances	(6,208)	157,610
Deferred Tax Asset	(53,555)	5,896
Accounts Payable	27,935	(36,634)
Accounts Payable-Parent/Affiliates	3,404,667	475,595
Accrued Expenses	72,926	(178,868)
Compensated Absences	49,882	(16,909)
Deferred Revenue	(608,525)	(1,621,093)
Taxes Payable	114,948	108,794
Lease Liabilities	(24,745)	(23,466)
Net cash provided by/(used in) Operating Activities	<u>662,088</u>	<u>(561,789)</u>
Cash Flows From Investing Activities		
Purchase of Property & Equipment	(101,524)	(274)
Disposition of Property & Equipment	562	-
Net cash provided by/(used in) Investing Activities	<u>(100,962)</u>	<u>(274)</u>
Cash Flows From Financing Activities		
Loan Proceeds	-	-
Net cash provided by/(used in) Financing Activities	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	561,126	(562,063)
Cash and cash equivalents at beginning of period	<u>218,655</u>	<u>780,718</u>
Cash and cash equivalents at end of period	<u>\$ 779,781</u>	<u>\$ 218,655</u>
<u>Supplemental Disclosure:</u>		
Cash paid for Interest	<u>\$ 4,630</u>	<u>\$ 4,630</u>
Cash paid for Income Taxes	<u>\$ 272,118</u>	<u>\$ 252,770</u>

See independent auditor's report and accompanying notes to financial statements

MAVERIC NXT INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

Note 1. Organization

Maveric NXT Inc. (Maveric/Company) was incorporated in Delaware on July 5, 2005. Maveric NXT Inc. is currently owned equally by Maveric NXT Limited - UK (a company incorporated in United Kingdom) and Maveric Systems Limited (Maveric-India), a company incorporated in India. Maveric-UK is a wholly owned subsidiary of Maveric-India. Maveric is an information technology firm that provides software testing, validation and verification services to various customers in the United States/ Mexico.

Note 2. Summary of Significant Accounting Policies

This summary of significant accounting policies of Maveric is presented to assist in understanding the Company's financial statements. The financial statements and notes are representations of the Company's management who are responsible for their integrity and objectivity. These accounting policies conform to generally accepted accounting principles in the United States of America and have been consistently applied in the preparation of the financial statements.

a) Basis of Accounting

The financial statements have been prepared on the accrual basis of accounting, whereby revenues are recognized when earned and expenses are recognized when incurred. Accordingly, all significant receivables, payables, and other liabilities are recorded.

b) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those assumptions and estimates.

c) Cash and Cash Equivalents

The Company considers all highly liquid investments with an original maturity from the date of purchase of three months or less to be cash equivalents. As of March 31, 2025, and 2024, cash and cash equivalents consist of deposits with bank in a checking account. The recorded carrying amount of cash equivalents approximates their fair value.

MAVERIC NXT INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

Note 2. Summary of Significant Accounting Policies - (cont'd)

d) Concentrations of Credit Risk

Financial instruments that potentially subject The Company to credit risk consist primarily of cash and cash equivalents. Cash and cash equivalents are deposited with federally insured commercial banks in the United States. The Company generally does not require collateral or other security in support of accounts receivable. The Company analyzes the need for reserves for potential credit losses and records allowances for doubtful accounts when necessary.

e) Accounts Receivable

Trade Accounts Receivable is stated at net of allowance for credit losses . The Company establishes an allowance for uncollectible trade accounts receivable based on historical collection experience and management’s evaluation of collectability of outstanding accounts receivable. No collateral is required for securing accounts receivable.

f) Property and Equipment

For financial reporting purposes, depreciation of property, plant and equipment is provided on the straight-line method. The estimated useful lives of the assets are as follows:

Computers	5 years
Office Equipment	5 years
Software	3 years

All property and equipment with acquisition costs of \$500 and useful life of over one year is capitalized. The cost of assets sold, retired, or otherwise disposed of and the related accumulated depreciation are eliminated from the accounts, and any resulting gain or loss is included in statement of income and retained earnings. Expenditures for maintenance and repairs are charged against operations. Renewals and betterments that materially extend the life of an asset are capitalized.

g) Revenue Recognition

The Company generates revenue from professional services rendered. Revenue is recognized for the services performed while the corresponding cost of providing those services are reflected as cost of sales. Unbilled revenues (contract assets) represent revenue for services performed but not yet billed until the subsequent period. Unearned revenues (contract liabilities) represent advances received prior to providing services, which are recognized as revenue when services are performed. Also, refer to ASC 606 Revenue Recognition standards implementation referred elsewhere in the notes.

MAVERIC NXT INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

Note 2. Summary of Significant Accounting Policies - (cont'd)

h) Cost of Sales

Cost of Sales consists of offshore and onsite consulting costs incurred to provide services to its customers.

i) General and Administrative Expenses

General and Administrative Expenses include those expenses such as professional fees, office expenses, rent etc. that are not directly related to any specific client project, but provide for the overall support and direction of the company.

j) Income Taxes

The Company provides for income taxes on the basis of United States generally accepted accounting principles (as codified by Financial Accounting Standards Board) which requires recognition of deferred taxes based on the differences between the financial statement and the tax basis of assets and liabilities at enacted rates in effect in the years in which the differences are expected to reverse. Valuation allowances are established when necessary to reduce deferred tax assets to the amount expected to be realized.

The Company follows certain accounting standards related to uncertain tax positions. These standards prescribe a recognition threshold and measurement attribute for the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. A tax position is recognized when it is more-likely-than-not that the tax position will be sustained upon examination, including resolution of any related appeals or litigation processes. A tax position that meets the more-likely-than-not recognition threshold is measured at the largest amount of benefit that is greater than 50% likely of being realized upon ultimate settlement with a taxing authority. The standard also provides guidance on de-recognition of tax benefits, classification on the balance sheet, interest and penalties, accounting in interim periods, disclosure and transition.

A number of the Company's tax returns remain subject to examination by taxing authorities. These include U.S. federal and state tax returns for three years and tax returns for certain states for four years. Statute of limitation applies for tax audits for fiscal years prior to March 31, 2022.

k) Advertising

The Company expenses the costs of advertising, including promotional expenses, as incurred.

l) Subsequent Events

Management considered subsequent events through the date of issuance of this report (May 16, 2025).

MAVERIC NXT INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

Note 2. Summary of Significant Accounting Policies – (Cont'd)

m) New Accounting Pronouncements

Revenue Recognition

In May 2014, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2014-09, Revenue from Contracts with Customers: Topic 606. This ASU supersedes the revenue recognition requirements in Topic 605, Revenue Recognition, and most industry-specific guidance. The core principle of the guidance is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Management believes the standard improves the usefulness and understandability of the Organization's financial reporting. The Organization adopted this ASU on April 1, 2021 using a full retrospective method of application. As a result, no cumulative effect adjustment was recorded upon adoption.

Analysis of various provisions of this standard resulted in no significant changes in the way the Organization recognizes revenue and therefore no change to the previously issued financial statements were required. The presentation and disclosure of revenues have been enhanced in accordance with the standard.

Accounting for Leases

On February 25, 2016, the FASB issued ASU 2016-02 (Topic 842), "Leases," which will require lessees to recognize a lease liability, which is a lessee's obligation to make lease payments arising from a lease, measured on a discounted basis; and a right-of-use asset, which is an asset that represents the lessee's right to use, or control the use of, a specified asset for the lease term.

The FASB's new standard, Leases (ASC 842), represents the first comprehensive overhaul of lease accounting since FAS 13 was issued in 1976. There are elements of the new standard that could impact almost all entities to some extent, although lessees will likely see the most significant changes. The standard is effective for nonpublic business entities for fiscal years beginning after December 15, 2019.

In November 2019, a deferral was issued for nonpublic entities in recognition of the challenges encountered in the implementation of a major standard. The second deferral for nonpublic entities in June 2020 was issued because of disruptions caused by the coronavirus pandemic. Private companies have a deferral option to apply *ASU 2016-02 Leases (Topic 842)* to fiscal year beginning after December 15, 2021. Early adoption is permitted. The Company adopted ASC 842 and implemented the new lease standard effective fiscal year starting April 1, 2022.

MAVERIC NXT INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

Note 2. Summary of Significant Accounting Policies – (Cont'd)
m) New Accounting Pronouncements

Accounting for Credit Losses

In June 2016, the FASB issued ASU 2016-13 (Topic 326), “Financial Instruments/ Credit Losses,” which introduces a new model for recognizing credit losses on financial instruments based on an estimate of current expected credit losses. The ASU also provides updated guidance regarding the impairment of available-for-sale debt securities and includes additional disclosure requirements.

The standard's main goal is to improve financial reporting by requiring earlier/timely recognition of credit losses on financing receivables and other financial assets in scope. The current expected credit loss standards (CECL) is effective for nonpublic business entities for fiscal years beginning after December 15, 2022.

Upon adoption, ASU 2016-13 provides for a modified retrospective transition by means of a cumulative-effect adjustment to equity as of the beginning of the period in which the guidance is effective, except for debt securities for which an other-than-temporary impairment has previously been recognized. The Company did not have collection losses for the year ended March 31, 2023, therefore, there was no further impact on the prior year financials, which are required by this new pronouncement.

Improvements to Income Tax Disclosures

The amendments relating to FASB ASU No. 2023-09, Income Taxes (Topic 740): Improvements to Income Tax Disclosures are designed to provide more transparency about income tax information primarily through changes to the rate reconciliation and income taxes paid information.

For entities other than public business entities, the amendments in FASB ASU No. 2023-09 require qualitative disclosures about specific categories of reconciling items and individual jurisdictions that result in a significant difference between the statutory rate and the effective tax rate.

All entities are required to disclose the following information on annual basis related to income taxes paid:

- The amount of income taxes paid (net of refunds received) disaggregated by federal, state, and foreign taxes.
- The amount of income taxes paid (net of refunds received) disaggregated by individual jurisdictions in which income taxes paid (net of refunds received) is equal to or greater than 5% of total income taxes paid (net of refunds received)

MAVERIC NXT INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

Note 2. Summary of Significant Accounting Policies – (Cont'd)

m) New Accounting Pronouncements (Cont'd)
Improvements to Income Tax Disclosures (Cont'd)

Other disclosures: All entities are required to disclose the following information:

- Income (or loss) from continuing operations before income tax expense (or benefit) disaggregated between domestic and foreign
- Income tax expense (or benefit) from continuing operations disaggregated by federal, state, and foreign

For entities other than public business entities, FASB ASU No. 2023-09 is effective for annual periods beginning after December 15, 2025.

Note 3. Cash and Cash Equivalents

For purposes of statements of cash flows, Maveric considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents. The Company maintains its cash accounts at US banks, which are guaranteed by the FDIC up to \$ 250,000. The company also maintains short term certificate of deposit accounts at foreign banks, which do not offer FDIC guarantee. As of March 31, 2025, and 2024, the Company's insured and uninsured cash balances as per bank statements were as follows:

	2025	2024
Cash Balance Per Bank Statement	\$ 779,781	\$ 218,655
Portion insured by FDIC	109,781	218,655
Portion uninsured by FDIC	\$ 670,000	\$ -

The book balances as of March 31, 2025 and 2024 were \$779,781 and \$218,655, respectively.

Note 4. Accounts Receivable

Accounts Receivable included billing done for IT professional services provided to customers. As of March 31, 2025, and 2024, accounts receivable net of credit losses amounted to \$3,190,379 and \$3,262,330 respectively. As of and for the years ended March 31, 2025, and 2024, one customer accounted for 92% and 91% of the accounts receivable. The Company records an allowance for estimated credit losses in an amount approximating anticipated losses. Individual uncollectible accounts are written off against the allowance when collection of the individual accounts appears doubtful. At March 31, 2025 and 2024, allowance for credit losses amounted to \$ 158,986 and \$ 16,113, respectively. Bad debt written off during the years ended March 31, 2025 and 2024 amounted to \$ 20,288 and \$ 21,600 respectively.

MAVERIC NXT INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

Note 4. Accounts Receivable (cont'd)

Revenues from one customer accounted for 99% and 97%, two customers accounted for 100% and 98% and three customers accounted for 100% and 99% of the total revenues for the years ended March 31, 2025 and 2024, respectively.

Note 5. Unbilled Revenues (Contract Assets)

Unbilled Revenues (Contract Assets) represent revenue for services performed but not yet billed until the subsequent period. Such balances amounted to \$6,011,407 and \$3,106,345 as of March 31, 2025 and 2024, respectively.

Note 6. Accounts Receivable – Parent/Affiliates

Accounts Receivable – Parent / Affiliates represents balance due from the parent / affiliated companies net of temporary loans. Such amounts bear no interest and are repaid in the ordinary course of business, based on cash flow availability. As of March 31, 2025, and 2024, accounts receivable from the parent company and affiliates amounted to \$416,235 and \$ 191,235, respectively.

Note 7. Prepaid Expenses

Prepaid expenses consisted of funds paid in advance for rent, insurance, marketing and rendering of services. As of March 31, 2025, and 2024, prepaid expenses amounted to \$117,759 and \$ 117,460, respectively.

Note 8. Other Advances

Other advance consisted of funds paid in advance for employees and subcontractors for travel and other services. As of March 31, 2025, and 2024, other advance amounted to \$28,676 and \$22,468, respectively.

Note 9. Property and Equipment

Property and equipment consist of computers, laptops, furniture / office equipment and leasehold improvements. Their useful lives are approximately 5 to 7 years. They are depreciated using a straight-line method. As of March 31, 2025 and 2024, Disposition of fixed assets amounted to \$563 and \$1,596 for the years ended March 31, 2025 and 2024, Fixed Assets were retired from the books in the amount of \$93,254 and \$-0- for the same years.

MAVERIC NXT INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

Note 9. Property and Equipment (cont'd)

Property and equipment consisted of the following:

	<u>2025</u>	<u>2024</u>
Computers	\$ 120,336	\$ 74,850
Furniture & Fixtures	3,913	3,913
Office Equipment	352	38,130
Less: Accumulated Depreciation	<u>(41,559)</u>	<u>(106,401)</u>
Total	<u><u>\$ 83,042</u></u>	<u><u>\$ 10,492</u></u>

Depreciation expense for the years ended March 31, 2025 and 2024 was \$28,412 and \$14,438, respectively.

Note 10. Right of Use Asset

Right to Use Assets for the years ended March 31, 2025 and 2024 was \$16,395 and \$40,989, respectively. Amortization expense amounted to \$24,594 and \$24,594 for the years then ended.

	<u>2025</u>	<u>2024</u>
Right of Use Assets	\$ 73,781	\$ 73,781
Less: Accumulated Amortization	<u>(57,386)</u>	<u>(32,792)</u>
Total	<u><u>\$ 16,395</u></u>	<u><u>\$ 40,989</u></u>

Note 11. Security Deposit

The company has rent Security deposit of \$ 2,449 and \$ 2,349 as of March 31, 2025 and 2024, respectively.

Note 12. Deferred Tax Asset

As of March 31, 2025 and 2024, deferred tax assets amounted to \$81,174 and \$27,619, respectively. The calculation of deferred tax asset is explained in more detail under income tax note.

Note 13. Accounts Payable

Accounts Payable consisted of balances due to vendors. As of March 31, 2025 and 2024, accounts payable amounted to \$ 51,311 and \$ 23,376 respectively.

MAVERIC NXT INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

Note 14. Accounts Payable - Parent/ Affiliates

Accounts payable – Parent Company includes outstanding invoices due to parent company. As of March 31, 2025 and 2024, the balances amounted to \$7,244,448 and \$3,839,781 respectively.

Note 15. Accrued Expenses

Accrued expenses include sales and marketing expenses, professional fees for services rendered, employment taxes incurred during the reporting period. As of March 31, 2025, and 2024, they consisted of the following amounts:

	<u>2025</u>	<u>2024</u>
Accrued Expenses	<u>\$ 141,847</u>	<u>\$ 68,921</u>
Total	<u><u>\$ 141,847</u></u>	<u><u>\$ 68,921</u></u>

Note 16. Compensated Absences

Compensated absences for vacation pay, sick pay and personal time have been accrued. As of March 31, 2025 and 2024, compensated absences amounted to \$104,781 and \$54,899 respectively.

Note 17. Deferred Revenue (Contract Liabilities)

As of March 31, 2025 and 2024, Deferred Revenue amounted to \$ 90,670 and \$ 699,195 respectively.

Note 18. Taxes Payable

Accrued income taxes consist of federal and state corporate income taxes owed by the Company less the amount of estimated tax payments made during the fiscal year. As of March 31, 2025 and 2024, they amounted to \$372,362 and \$257,414 respectively.

Note 19. Stockholders' Equity

Initial capital of \$10,000 was contributed by Maveric India. During the month of March 2012, the Company received infusion of capital from Maveric UK in the form of common stock \$10,000 and additional paid-in-capital in the amount of \$ 300,000 towards the purchase of 50 % shares of the Company. For the years ended March 31, 2025 and 2024, there was no addition to stockholders' equity.

MAVERIC NXT INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

Note 20. Income Taxes

The Company files income tax returns in the U.S. federal and various state jurisdictions. During the years ended March 31, 2025 and 2024, the Company's federal and state tax expense / (benefit) amounted to \$288,266 and \$194,987, respectively. Deferred income taxes are provided for the temporary differences between the financial reporting basis and the tax basis of the Corporation's assets and liabilities. Differences are primarily attributable to allowances for doubtful debts, and variable pay and sales incentive accrual.

For the years ended March 31, 2025 and 2024, the effective tax rate approximated the combined federal and state statutory rate of 29% and 34%, respectively. The deferred income taxes recognized in the balance sheets at March 31, 2025 and 2024, were \$81,174 and \$27,619 respectively. Management has determined that no valuation allowance related to deferred tax assets is necessary at March 31, 2025 and 2024. The Company is no longer subject to U.S. federal, state and local income tax examinations by tax authorities for years ended before March 31, 2022. No significant interests and penalties related to taxes were incurred or accrued. Current and Deferred taxes are as follows:

	<u>March 31, 2025</u>	<u>March 31, 2024</u>
Federal Tax Current	\$ 225,910	\$ 97,475
State Tax Current	115,905	91,616
Federal Tax Deferred	(42,099)	3,961
State Tax Deferred	(11,450)	1,935
Total	<u>\$ 288,266</u>	<u>\$ 194,987</u>

Note 21. Operating Lease

The Company entered into an operating lease for office space in Irving, TX in November 2021. This lease was extended through November 30, 2023 and then through November 30, 2025. This lease is subject to new lease accounting standards, which is adopted by the Company effective April 1, 2021. The following summarizes the line items in the balance sheets which include amounts for operating lease as of March 31, 2025 and 2024. Interest expenses related to the operating lease amounted to \$2,974 and \$4,630 for years ended March 31, 2025 and 2024 respectively. Amortization expenses related to the operating lease amounted to \$24,594 and \$24,594 for years ended March 31, 2025 and 2024 respectively. The Company does not have any finance leases.

MAVERIC NXT INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

Note 21. Operating Lease (cont'd)

	<u>2025</u>	<u>2024</u>
<u>Operating Leases</u>		
Operating Lease right of use assets	\$ 73,781	\$ 73,781
Less: Accumulated Amortization	<u>(57,386)</u>	<u>(32,792)</u>
Operating Lease right of use assets, net	<u>\$ 16,395</u>	<u>\$ 40,989</u>
Current Lease liabilities	\$ 17,738	\$ 24,742
Non-current Lease liabilities	<u>-</u>	<u>17,741</u>
Total operating lease liabilities	<u>\$ 17,738</u>	<u>\$ 42,483</u>
<u>Finance Leases</u>		
Property and equipment	\$ -	\$ -
Accumulated depreciation	<u>-</u>	<u>-</u>
Property and equipment, net	<u>\$ -</u>	<u>\$ -</u>
Other current liabilities	\$ -	\$ -
Other long term liabilities	<u>-</u>	<u>-</u>
Total finance lease liabilities	<u>\$ -</u>	<u>\$ -</u>

The following summarizes the weighted average remaining lease term and discount rate as of March 31:

	<u>2025</u>	<u>2024</u>
<u>Weighted Average Remaining Lease Term</u>		
Operating leases	0.8 years	1.8 years
Finance leases	N/A	N/A
<u>Weighted Average Discount Rate</u>		
Operating leases	7.0%	7.0%
Finance leases	N/A	N/A

MAVERIC NXT INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

Note 21. Operating Lease (cont'd)

The maturities of lease liabilities as of March 31, 2025 are as follows:

Year ending:	<u>Operating</u>	<u>Finance</u>
2026	\$ 18,983.00	\$ -
	-	-
Thereafter	-	-
Total Lease payments	<u>18,983.00</u>	<u>-</u>
Less: interest	<u>(1,242.00)</u>	<u>-</u>
Present value of lease liabilities	<u>\$ 17,741.00</u>	<u>\$ -</u>

The following summarizes the line items in the income statements which include the components of lease expense / amortization of right of use assets for the years ended March 31:

	2025	2024
Operating lease expense	\$ 2,945	\$ 2,513
Amortization of right of use asset	<u>\$ 24,594</u>	<u>\$ 24,594</u>
Finance lease expense	<u>-</u>	<u>-</u>

The following summarizes cash flow information related to leases for the years ended March 31:

Cash paid for amounts included in the measurement of lease liabilities:

Operating cash flows from operating leases	\$ 30,661	\$ 30,609
Operating cash flows from finance leases	-	-
financing cash flows from finance leases	-	-

Lease assets obtained in exchange for lease obligations, net of amortization:

Operating lease	\$ 16,395	\$ 40,989
Finance lease	-	-

MAVERIC NXT INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

Note 21. Operating Lease (cont'd)

In addition, the Company maintain month-to-month/ annual NJ leases which are not required to be capitalized as right of use assets under the new lease accounting standards, therefore, are disclosed as rent expenses in the financial statements. NJ office lease is expected to be closed in 6 months and the mailing address is expected to be moved to Texas.

Future remaining minimum lease payments on the New Jersey office lease are as follows:

Year ending	Amount
31-Mar-26	\$ 1,230
Total	\$ 1,230

The Company has office lease commitments in TX as of March 31, 2025. Future rental commitments are as follows:

Fiscal year ending March 31, 2026: \$18,983 (up to 11/30/2025)

Note 22. Concentrations

The Company maintained their cash in bank account located in the USA, which, at times, exceeded federally insured limit of \$ 250,000 per bank. As of March 31, 2025 and 2024, the uninsured cash balances were \$ 670,000 and \$-0- respectively, (as shown in Note 3). Business concentrations relating to sales and accounts receivable, for the Company were discussed in detail in Note 4.

Note 23. Foreign Operations

Maveric-India provided support services to the Maveric customers in the USA and bills the Company at the agreed upon rates in U.S. dollars for time spent and expenses incurred.

Note 24. Risks and Uncertainties

Management has determined that the company has sufficient capital and retained earnings to avoid any potential going concern issues within the one-year period after the date the financial statements are available to be issued. Current global economic conditions, inflationary factors, and geopolitical issues are considered as additional business risk factors.

MAVERIC NXT INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

Note 25. Sources and Timing of Revenue Recognition

The Company provided software services to customers during the fiscal years ended March 31, 2024 and 2023, as shown below:

	<u>2025</u>	<u>2024</u>
Segments		
Service Transferred Over Time	\$ 26,601,292	\$ 24,139,859
Total	\$ 26,601,292	\$ 24,139,859

	<u>2025</u>	<u>2024</u>
Geographic Markets		
North America	\$ 26,601,292	\$ 24,139,859
Total	\$ 26,601,292	\$ 24,139,859

Note 26. Change in accounting principle

In June 2016, the FASB issued ASU 2016-13 (Topic 326), “Financial Instruments/ Credit Losses,” which introduces a new model for recognizing credit losses on financial instruments based on an estimate of current expected credit losses. The ASU also provides updated guidance regarding the impairment of available-for-sale debt securities and includes additional disclosure requirements.

The standard's main goal is to improve financial reporting by requiring earlier/timely recognition of credit losses on financing receivables and other financial assets in scope. The current expected credit loss standards (CECL) is effective for nonpublic business entities for fiscal years beginning after December 15, 2022. The Company adopted ASU 2016-13 CECL standards effective for fiscal year ended March 31, 2024.

Upon adoption, ASU 2016-13 provides for a modified retrospective transition by means of a cumulative-effect adjustment to equity as of the beginning of the period in which the guidance is effective, except for debt securities for which an other-than-temporary impairment has previously been recognized. The Company already recorded collection losses for the year ended March 31, 2023, therefore, there was no further impact on the prior year financials, which are required by this new pronouncement.

MAVERIC NXT INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

Note 27. Subsequent Events

The work orders / contracts with the main customer Citibank expires over several months during the subsequent fiscal year. It is the management's expectation that the work orders/ contracts are expected to be renewed upon expiration, depending on the customer IT requirements. No other significant subsequent events were identified by management.

Note 28. Related Party Transactions

Maveric Systems Limited, the parent company of Maveric, executes the projects on behalf of Maveric NXT Inc. Maveric India billed \$ 13,658,154 and \$ 15,903,784 for costs of consultants provided for offshore services and marketing costs for the years ended March 31, 2025 and 2024, respectively. Maveric owes the parent company \$6,955,763 and \$3,557,463 as of March 31, 2025, and 2024 respectively. In addition, Maveric also owes Maveric NXT Limited, UK \$288,685 and \$282,318 as of March 31, 2025 and 2024 respectively. Amounts due from Dubai affiliate were \$181,235 and \$181,235 for March 31,2025 and 2024 respectively. Amount due from Mexico affiliate was \$10,000 and \$10,000 as of March 31, 2025 and 2024 respectively. Amount due from Saudi Arabia affiliate was \$225,000 and \$-0- as of March 31, 2025 and 2024 respectively.

MAVERIC NXT INC
SCHEDULE I - COST OF SALES
FOR THE YEARS ENDED MARCH 31, 2025 AND 2024

Cost of Sales	<u>2025</u>	<u>2024</u>
Project Implementation Consultants	\$ 14,522,371	\$ 16,155,937
Salaries and Related Payroll Taxes	9,745,614	6,314,967
Travel and Related Expenses	352,753	362,353
Employee Benefits / Insurance	677,711	503,690
Total Cost of Sales	<u>\$ 25,298,449</u>	<u>\$ 23,336,947</u>

See independent auditor's report and accompanying notes to financial statements

MAVERIC NXT INC
SCHEDULE II - GENERAL AND ADMINISTRATIVE EXPENSES
FOR THE YEARS ENDED MARCH 31, 2025 AND 2024

General and Administrative Expenses	<u>2025</u>	<u>2024</u>
Allowance for Credit Losses	\$ 163,161	\$ 16,113
Bank Services Charges	3,535	2,916
Communication Expenses	8,914	4,023
Depreciation / Amortization Expense	53,006	39,032
Membership Dues and Licenses	23,090	33,611
Net Currency Exchange Loss	7,005	51,936
Other Administrative Expenses	60,376	42,446
Insurance Expense	10,717	29,514
Freight and Postage	11,921	18,222
Rent	2,945	2,513
Utilities	3,304	2,007
	<hr/>	<hr/>
Total General and Administrative Expenses	<u>\$ 347,974</u>	<u>\$ 242,333</u>

See independent auditor's report and accompanying notes to financial statements