INDEPENDENT AUDITOR'S REPORT

AND

FINANCIAL STATEMENTS

OF

ION EXCHANGE ENVIRONMENT MANAGEMENT (BD) LTD.

AS AT AND FOR THE YEAR ENDED 31 MARCH 2026

AHMED MASHUQUE & CO., *Chartered Accountants*

Navana Obaid Eternia
28-29 Kakrail (Level # 05, 13 & 14)
VIP Road, Dhaka-1000, Bangladesh
Tel : +880-2-58316931-39, Fax: +880-2-58316929
Email: info@ahmedmashuque.com, Web : www.ahmedmashuque.com
Member Firm of Crowe Global
www.crowe.com

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Independent Auditor's Report
to the shareholders of
Ion Exchange Environment Management (BD) Ltd.

Report on the Audit of Financial Statements

Opinion

We have audited the accompanying financial statements of Ion Exchange Environment Management (BD) Ltd., which comprise the Statements of financial position as at 31 March 2026 and the statement of profit and loss and other 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.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at 31 March 2026 and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994 and other applicable laws and regulation.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities to the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountant's Code of Ethics for Professional Accountants (IESBA Code) together with ethical requirement that are relevant to our audit of the financial statements in Bangladesh, 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.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards (IFRSs), the Companys Act 1994 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Companies Act, 1994 require the Management to ensure effective internal audit, internal control and risk management functions of the Company.

In preparing the financial statements, management is 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditors' Responsibility 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 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.

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

- Identify and assess the 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.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's 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. 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.

Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act, 1994 we also report that:

a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;

b) in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books; and

c) the company's statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account.

Dated: 17 May, 2026
Dhaka.

Ahmed Mashuque & Co.
Chartered Accountants
FRC Enlistment # CAF-001-115

Md. Mosarraf Hossain

Md. Mosarraf Hossain FCA
Partner
Enrolment Number-1961
DVC: 2605171961AS629307

Ion Exchange Environment Management (BD) Ltd.
Statement of financial position
As at 31 March 2026

	Notes	Amount in Taka 31 March 2026	 31 March 2025
Assets			
Non-current assets		**1,476,965**	**1,729,333**
Property, plant and equipment	5.00	1,476,965	1,729,333
Current assets		**110,345,689**	**129,261,537**
Inventories		36,591,166	41,231,089
Accounts receivable		64,915,824	82,375,078
Advances, deposits and prepayments	6.00	1,740,425	1,907,055
Advance income tax	7.00	6,632,131	3,086,617
Cash and cash equivalents	8.00	466,143	661,698
Total assets		**111,822,654**	**130,990,870**
Shareholders' equity and liabilities			
Shareholders' equity		**34,936,524**	**52,289,229**
Share capital	9.00	5,586,200	5,586,200
Retained earnings		29,350,324	46,703,029
Current liabilities		**76,886,131**	**78,701,641**
Accounts payable		13,639,013	22,555,887
Bank overdraft	10.00	26,838,512	27,792,979
Advance from customers		25,161,216	17,774,882
Payable for expenses and other	11.00	8,974,156	7,490,748
Provision for income tax		2,273,233	3,087,145
Total shareholders' equity and liabilities		**111,822,654**	**130,990,870**

These financial statements should be read in conjunction with the annexed notes.

Director **Director**

Signed in terms of our separate report of even date annexed.

Dated: 17 May, 2026
Dhaka.

Ahmed Mashuque & Co.
Chartered Accountants
FRC Enlistment # CAF-001-115

Md. Mosarraf Hossain FCA
Partner
Enrolment Number-1961
DVC: 2605171961AS629307

Ion Exchange Environment Management (BD) Ltd.
Statement of profit or loss and other comprehensive income
For the year ended 31 March 2026

Particulars	Notes	Amount in Taka 01 April 2025 to 31 March 2026	Amount in Taka 01 April 2024 to 31 March 2025
Revenue		**78,064,123**	**156,153,606**
Less: Expenditure		**93,143,596**	**151,019,327**
Direct cost	13.00	58,723,404	113,295,640
Personnel cost		17,681,540	17,735,123
Operating and other expenses	14.00	12,902,340	17,592,526
Financial expenses		3,583,944	2,095,288
Depreciation		252,368	300,750
Net profit/(loss) before tax		**(15,079,472)**	**5,134,279**
Less: Income tax expenses		2,273,233	3,087,145
Net profit/(loss) after tax		**(17,352,705)**	**2,047,134**
Add: Other comprehensive income			-
Total comprehensive income		**(17,352,705)**	**2,047,134**

These financial statements should be read in conjunction with the annexed notes.

Director

Director

Signed in terms of our separate report of even date annexed.

Dated: 17 May, 2026
Dhaka.

Ahmed Mashuque & Co.
Chartered Accountants
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Md. Mosarraf Hossain FCA
Partner
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Ion Exchange Environment Management (BD) Ltd.
Statement of cash flows
For the year ended 31 March 2026

Particulars	Amount in Taka 01 April 2025 to 31 March 2026	 01 April 2024 to 31 March 2025
Cash flow from operating activities:		
Net profit /(loss) after tax	(17,352,705)	2,047,134
Adjustment for depreciation	252,368	300,750
Net profit before change in working capital components	**(17,100,337)**	**2,347,884**
Change in working capital components	**16,904,783**	**(4,514,963)**
(Increase)/ decrease in current asset	**18,720,293**	**(10,624,122)**
Inventories	4,639,923	(11,345,484)
Accounts receivable	17,459,255	(10,356,024)
Advances, deposits and prepayments	166,630	7,697,363
Advance income tax	(3,545,514)	3,380,024
Increase/ (decrease) in current liabilities	**(1,815,510)**	**6,109,159**
Accounts payable	(8,916,874)	4,254,382
Bank overdraft	(954,467)	11,807,270
Advance from customers	7,386,334	(6,049,343)
Provision for income tax	(813,912)	(3,380,024)
Payable for expenses and other	1,483,408	(523,125)
A. Net cash flow from operating activities	**(195,554)**	**(2,167,079)**
Cash flow from investing activities:		
Acquisition of fixed assets	-	(329,799)
B. Net cash flow from investing activities	**-**	**(329,799)**
Cash flow from financing activities:	-	-
C. Net cash flow from financing activities	**-**	**-**
Net cash increase/(decrease) in cash and cash equivalents (A+B+C)	**(195,554)**	**(2,496,878)**
Add: Cash and cash equivalents at the beginning of the year	661,698	3,158,575
Cash and cash equivalents at the end of the year	**466,143**	**661,698**

These financial statements should be read in conjunction with the annexed notes

Director **Director**

Ion Exchange Environment Management (BD) Ltd.
Statement of changes in equity
For the year ended 31 March 2026

Particulars	Amount in Taka		
	Share Capital	Retained Earnings	Total
Balance as at 01 April 2024	5,586,200	44,655,895	50,242,095
Total comprehensive income	-	2,047,134	2,047,134
Balance as at 31 March 2025	**5,586,200**	**46,703,029**	**52,289,229**
Balance as at 01 April 2025	5,586,200	46,703,029	52,289,229
Total comprehensive income	-	(17,352,705)	(17,352,705)
Balance as at 31 March 2026	**5,586,200**	**29,350,324**	**34,936,524**

These financial statements should be read in conjunction with the annexed notes.

Director

Director

Ion Exchange Environment Management (BD) Ltd.
Notes to the financial statements
As at and for the year ended 31 March 2026

1.00 Legal status of the company

Ion Exchange Environment Management (BD) Ltd. is a private limited company incorporated on 26 February 2006 in Bangladesh under the Companies Act, 1994 vide incorporation # C-60662(2671)/2006 with an authorized capital of Tk. 10,000,000 divided into 100,000 ordinary shares of Tk. 100 each. The present registered office of the company is located at Jamur, Kandachor, Hemayetpur, Savar, Dhaka, Bangladesh.

2.00 Nature of business

The principal activities of the company are to Import, Export, Selling, Distribution of machinery and spares.

3.00 Components of financial statements

The financial statements comprise the following:

(i) Statement of financial position as at 31 March 2026;
(ii) Statement of profit or loss and other comprehensive income for the year ended 31 March 2026;
(iii) Statement of changes in equity for the year ended 31 March 2026;
(iv) Statement of cash flows for the year ended 31 March 2026; and
(v) Notes to the financial statements as at and for the year ended 31 March 2026.

4.00 Summary of significant accounting policies

4.01 Presentation of financial statements and basis of accounting

These financial statements have been prepared following generally accepted accounting principles under historical cost convention and after due compliance with International Financial Reporting Standards (IFRS), the Companies Act, 1994 and other applicable laws and regulations.

4.02 Revenue recognition

Revenue is measured at the fair market value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts and sales related taxes. When the outcome of the transaction can be measured reliably, revenue from rendering service is recognized by reference to the stage of completion at the date of financial position .

4.03 Effect of IFRS 16

Ion Exchange Environment Management (BD) Ltd. does not require to implement IFRS 16 Leases on Financial Statements as the lease terms are cancellable. As per IFRS 16 para 18, the entity shall determine the lease term as non-cancellable period of lease.

4.04 Provisions

Provisions are recognized when the company has a present obligation as a result of a past event, and it is probable that the company will be required to settle the obligation at the date of financial position.

4.05 Inventories

As per IAS-2, Inventories are stated at the lower of cost and net realizable value.

4.06 Depreciation

Depreciation has been charged on property, plant and equipment on reducing balance method. The rate is given below:

Particulars:	Rates
Furniture and Fixtures	10%
Equipment	20%
Computer and Accessories	18%
Lab Equipments	18%
Warehouse Building	10%

4.07 Cash and cash equivalents

It indicates cash in hand and bank deposits, which were held and available for use by the company without any restriction.

4.08 Reporting period

The financial period of the company has been determined to be from 01 April to 31 March each year. These financial statements cover one year from 01 April 2025 to 31 March 2026.

4.09 Date of authoraization

The financial statements were authorized for issue by the management on dated: 7 May 2026

4.10 Reporting currency and level of precision

All the figures in the financial statements are presented in Bangladeshi Taka currency (BDT) and rounded off to the nearest taka.

4.11 Comparative figures

Comparative figures have been regrouped/reclassified wherever found necessary to conform to the presentation adopted in these financial statements.

4.12 Provision for income tax

Provision for income tax has been made in line with the provision of the Income Tax Act, 2023.

	Amount in Taka	
	31 March 2026	31 March 2025
5.00 Property, plant and equipment	**1,476,965**	**1,729,333**

This represents the written down value of capital assets held by the company as at the date of financial position. Details schedule of property, plant and equipment has been enumerated in **Schedule - A.**

6.00 Advances, deposits and prepayments	**1,740,425**	**1,907,055**
Advance for rental of premises and guest house	803,250	863,250
Advance to employees	673,772	859,692
VAT current A/C	(338,224)	(407,183)
L/C margin	46,227	0
Advance for car rent	-	30,000
Advance for commission	400,000	400,000
Other Advance	(565,220)	(615,045)
Advance against expenses	182,969	48,707
Security deposit for electric line	109,728	109,728
Bank guarantee margin	427,923	617,906
7.00 Advance income tax	**6,632,131**	**3,086,617**
Opening balance	3,086,617	6,466,641
Add: Addition during the year	6,632,658	3,087,145
Less: Adjustment during the year	(3,087,145)	(6,467,169)
8.00 Cash and cash equivalents	**466,143**	**661,698**
Cash in hand	452,350	608,777
Dhaka Bank Limited	10,858	52,920
State Bank of India, CD A/C	2,936	-

9.00 Share capital

Authorized share capital	**10,000,000**	**10,000,000**
(100,000 Ordinary Share @ Tk.100)		
Issued, Subscribed & Paid up Share Capital	**5,586,200**	**5,586,200**
(55,862 Ordinary Shares @ TK.100 each)		

The paid-up share capital of the company as on 31 March 2022 comprises the following:

	5,586,200	**5,586,200**
Ion Exchange (India) Ltd.	5,585,900	5,585,900
(55,859 Ordinary Shares @ Tk.100)		
Mr. Dinesh Sharma	100	100
(01 Ordinary Share @ Tk.100)		
Mr. Jitendra Padmakar Pathare	100	100
(01 Ordinary Share @ Tk.100)		
Mr. Md. Julfikar Sheikh	100	100
(01 Ordinary Share @ Tk.100)		

		Amount in Taka	
		31 March 2026	31 March 2025
10.00	**Bank overdraft**	**26,838,512**	**27,792,979**
	Standard Chartered Bank	5,431,084	4,879,830
	Standard Chartered Bank Short Loan	11,485,083	12,903,105
	State Bank of India A/C	9,922,345	10,010,044
11.00	**Payable for expenses and other**	**8,974,156**	**7,490,748**
	Audit fees payable	115,000	115,000
	Salaries and allowance payable	2,178,491	998,337
	Provision for warranty support	579,732	579,732
	Office rent Payable	153,100	57,525
	TDS payable	5,826	64,549
	VDS payeable	69,187	18,987
	VAT payable	52,822	27,085
	Other Payable	5,819,998	5,629,531
12.00	**Contingent liability**		
	Bank guarantee margin	427923.46	617,906
13.00	**Direct cost**	**58,723,404**	**113,295,640**
	Cost of materials (13.01)	48,949,180	95,741,562
	Other direct cost	9,774,224	17,554,078
13.01	**Cost of Materials**	**48,949,180**	**95,741,562**
	Opening inventory	41,231,089	29,885,605
	Add: Purchased during the year	44,309,257	107,087,046
	Less: Closing inventory	(36,591,166)	(41,231,089)
14.00	**Operating and other expenses**	**12,902,340**	**17,592,526**
	Rental of office premises	2,019,445	3,419,912
	Electrict Equipment	-	48,711
	Warrenty Support	-	18,000
	Conveyance	3,960,433	4,871,238
	Legal and professional fees	252,348	386,476
	Staff refreshment and welfare	1,460,800	2,215,794
	Repair and maintenance	218,156	780,124
	Office supplies	238,941	322,309
	Telephone, mobile and fax	411,567	433,403
	Internet and e-mail expenses	62,710	93,365
	License, registration and renewal	98,940	86,090
	Newspaper, books and periodicals	21,600	19,400
	Water test expenses	89,000	-
	Housekeeping expenses	444,431	608,721
	Hotel accommodation	291,381	555,078
	Insurance premium	336,946	612,299
	Traveling expenses	129,000	281,590
	Postage and delivery expenses	228,103	250,678
	General expenses	648,246	570,610
	Fuel	265,391	446,813
	Utility bill	364,875	380,395
	Bank charges	237,464	282,747
	Audit fees	115,000	115,000
	Advertisement expenses	25,000	27,410
	Loading and unloading charges	65,235	191,350
	Fair and exhibition expenses	130,000	245,800
	Lab chemical	-	40,000
	Water test expenses	-	89,700
	Medical treatment expenses	91,720	137,559
	Bad debt	671,992	-
	Tender cost	23,616	43,654
	Training expenses	-	18,300

Schedule-A

Ion Exchange Environment Management (BD) Ltd.
Schedule of property, plant and equipment
As at 31 March 2026

Tangible assets

SL. No.	Particulars	Cost			Depreciation				Written Down Value (WDV)
		Opening balance as at 01 April 2025	Addition during the year	Closing balance as at 31 March 2026	Rate	Opening balance as at 01 April 2025	Charged during the year	Closing balance as at 31 March 2026	As at 31 March 2026
1	Furniture and Fixtures	788,282		788,282	10%	583,316	20,497	603,812	184,470
2	Equipment	2,435,732		2,435,732	20%	2,150,476	57,051	2,207,527	228,205
3	Computer and Accessories	2,014,967		2,014,967	18%	1,455,568	100,692	1,556,260	458,707
4	Lab Equipments	997,409		997,409	18%	920,440	13,854	934,295	63,114
5	Warehouse Building	1,862,493		1,862,493	10%	1,271,707	59,079	1,330,786	531,707
Total		**8,098,883**	-	**8,098,883**	-	**6,381,508**	**251,173**	**6,632,680**	**1,466,203**

Intangible assets

SL. No.	Particulars	Cost			Depreciation				Written Down Value (WDV)
		Opening balance as at 01 April 2025	Addition during the year	Closing balance as at 31 March 2026	Rate	Opening balance as at 01 April 2025	Charged during the year	Closing balance as at 31 March 2026	As at 31 March 2026
1	Accounting Software	25,000	-	25,000	10%	13,043	1,196	14,238	10,762
Total		**25,000**	-	**25,000**		**13,043**	**1,196**	**14,238**	**10,762**
Balance as at 31 March 2025		**8,123,883**	-	**8,123,883**	-	**6,394,550**	**252,368**	**6,646,918**	**1,476,965**