

TAAL TECHNOLOGIES, INC.

**10210 Grogans Mill Road, Suite # 295
The Woodlands, TX 77380**

INDEPENDENT AUDITOR'S REPORT

For the Period April 1, 2025, to March 31, 2026, and April 1, 2024, to March 31, 2025

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Sharma, Marcus & Associates LLC

CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

Shareholders, Directors & Officers
TAAL TECHNOLOGIES, INC.
10210 Grogans Mill Road, Suite # 295
The Woodlands, TX 77380

Report on Financial Statements

We have audited the accompanying financial statements of TAAL TECHNOLOGIES, INC. which comprise the balance sheet as of March 31, 2026, and 2025, and the related statements of income, changes in stockholders' equity, cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and

perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of TAAL TECHNOLOGIES, INC., as of March 31, 2026, and March 31, 2025, 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.



Krishan Sharma, CPA
For Sharma, Marcus & Associates LLC
Certified Public Accountants
3989 US Highway 1
Monmouth Junction, NJ 08852
Apr 23, 2026

KRISHAN SWARUP SHARMA
CERTIFIED PUBLIC ACCOUNTANT
LICENSE NO. 41793
THE STATE OF OHIO
USA

TAAL TECHNOLOGIES, INC.
Financial Highlights for 2026 and 2025

Common Stock & Retained Earnings – March 31, 2026	\$ 3,451,925
Net increase in cash and cash equivalents – March 31, 2026	\$ -879,303

	03/31/2026	03/31/2025
Total Net Assets	\$ 3,929,730	\$ 3,336,556

TAAL Technologies, Inc.
Statement of Income and Retained Earnings
Years Ended March 31, 2026 and 2025

Amount in \$

	March 31	
	2026	2025
Revenue from services-Parent Company	5,323,873	5,173,839
Revenue from services-Others	683,096	733,702
Other income		
Income From FD	64,172	75,824
Total income	6,071,141	5,983,365
Cost of services	4,695,418	5,134,980
Gross profit	1,375,723	848,385
Operating Expenses	800,133	394,240
Income before taxes	575,590	454,145
Income taxes	180,254	146,227
Net income	395,336	307,918
Retained earnings, beginning	3,026,589	2,718,671
Retained earnings, ending	3,421,925	3,026,589

TAAL Technologies, Inc.
Balance Sheet
March 31, 2026 and 2025

	Amount in \$	
	March 31	
	2026	2025
ASSETS		
Current Assets		
Cash and cash equivalents	1,519,381	2,398,684
Accounts Receivable, net of allowance	2,113,496	719,854
Receivables – Others	86,853	133,018
Advance Income Tax	210,000	85,000
Total Current Assets	3,929,730	3,336,556
Non-Current Assets	-	-
TOTAL ASSETS	3,929,730	3,336,556
LIABILITIES & STAKEHOLDERS EQUITY		
Current Liabilities		
Accounts payable and accrued expenses	190,273	81,721
Provisions	107,277	49,720
Income taxes Payable	180,254	148,525
Total Current Liabilities	477,804	279,966
Stockholders Equity		
Common stock, \$1 par value; 50,000 shares authorized; 30,000 shares Issues	30,000	30,000
Retained Earnings	3,421,925	3,026,589
Total Stockholder's Equity	3,451,925	3,056,589
TOTAL LIABILITIES & STOCKHOLDER'S EQUITY	3,929,730	3,336,556

TAAL Technologies, Inc.
Statements of Cash Flows
Years Ended March 31, 2026 and 2025

	Amount in \$	
	March 31,	
	2026	2025
Cash flows from operating activities		
Net income	395,336	307,918
Accounts receivable	(1,393,642)	437,839
Prepaid expenses and other current assets	46,165	(39,134)
Accrued expenses		
Accounts payable	197,838	(78,259)
Net cash (used in) provided by operating activities (A)	(754,303)	628,365
Income tax paid (B)	(125,000)	(85,000)
Net cash flows used in operating activities (A)-(B)	(879,303)	543,365
Cash flows from Financing activities		
Proceeds from PPP loan	-	-
Net cash provided by financing activities	-	-
Net (decrease) increase in cash and cash equivalents	(879,303)	543,365
Cash and cash equivalents		
Beginning	2,398,684	1,855,319
Fixed deposits	500,000	1,600,000
Ending	1,519,381	2,398,684
Supplemental disclosures of cash flow information		
Cash paid for : Income taxes	55,254	63,525

Notes to Financial Statements
Years Ended March 31, 2026 and 2025

1. Organization

TAAL Technologies, Inc. ("TAAL Tech" or the "Company") is a Delaware corporation incorporated on June 19, 2009. It is a wholly owned subsidiary of TAAL Tech Limited (Formerly Known as TAAL Enterprises Limited), a foreign entity. TAAL Tech is a niche engineering and technology solutions provider serving global corporations in their pursuit for faster innovation and technological excellence. TAAL Tech provides product engineering services, R&D services and IT Services customized to specific needs of individual customer.

2. Summary of Accounting Policies Cash and Cash Equivalents

The Company considers all highly liquid investments purchased with an original maturity of three months or less to be cash equivalents. Cash balances which are maintained financial institutions are insured by the Federal Deposit Insurance Corporation ("FDIC "). At various times throughout the year, the Company's cash balances exceeded the FDIC limit.

3. Accounts Receivable

The Company generates revenues from sales of services by placement of employees at parent and affiliated companies' clients. Revenues are recognized as services are performed. The majority of revenues are generated by placemen, where billings are generally negotiated and invoiced on a cost plus basis. Accordingly, as contingent workers are placed, the Company records revenues based on the hours worked. Provisions for sales allowances, based on historical experience, are recognized althe time the related sale is recognized.

The Company records revenues from sales of services and the related direct costs in accordance with the accounting guidance on reporting revenue gross as a principal versus net as an agent. In situations where we act as a principal in the transaction, the Company reports gross revenues and cost of services. When the Company acts as an agent, the revenue is recorded on the net basis. Amounts billed to clients for out-of- pocket or other cost reimbursements ore included in revenues from services, and the related costs are included in cost of services.

4. Allowance for Doubtful Accounts

The Company records an allowance for doubtful accounts recorded as an estimate of the accounts receivable balance that may not be collected. This allowance is calculated on an entity-by-entity basis with consideration for historical write-off experience, the current aging of receivables and a specific review for potential bad debts. Items that affect this balance mainly include bad debt expense and the write-off of accounts receivable balances.

5. 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 al the dcb of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

6. Income Taxes

Income taxes are recorded in accordance with the accounting guidance on income taxes. Deferred tax assets and liabilities are recognized for the future tax consequences attributable to differences between financial statement carrying amounts of existing assets and liabilities and their respective tax basis, and net operating loss and tax credit carryforwards.

Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The Company records a valuation allowance against deferred tax assets for which utilization of the asset is not likely.

7. Related Party Transaction

The Significant portion of revenue is earned from the parent company which amounted to \$5,323,873 and \$ 5,173,839 for the years ended March 31 2026 and 2025 respectively.

Income Taxes

The income tax expenses consists of the following for the years ended March 31 :

	2026	2025
Federal Income Tax	134,350	155,403
State Income Tax	45,904	30,824
Total	180,254	146,227

Subsequent Events

In preparing these financials statements the Company has evaluated subsequent events through Apr 23, 2026. Which is the date the financials statements were available to be issued.

