

# Muthoot Finserve USA INC.,

[Formerly known as Royal Exchange USA INC.]

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BALANCE SHEET FOR THE YEAR ENDED DECEMBER 31, 2019 & 2018		
	Total 2019	Total 2018
	USD	USD
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and Cash Equivalents	2,001,311	260,778
Other Current Assets & Prepaid	112,567	17,914
Advance to Vendors	592,536	1,455,720
<b>Total Current Assets</b>	<b>2,706,414</b>	<b>1,734,412</b>
<b>Non Current Assets</b>		
Property & Equipments - Net	17,228	1,525
Loan to Muthoot Finance UK	400,000	200,000
Other Assets (Loan, Bank Guarantee & Deposits)	993,153	1,928,456
<b>TOTAL ASSETS</b>	<b>4,116,795</b>	<b>3,864,393</b>
<b>LIABILITIES AND STOCKHOLDER'S EQUITY</b>		
<b>Current Liabilities</b>		
Accounts Payable	2,464,800	2,132,858
Other Current Liabilities	284,373	371,281
<b>Total Current Liability</b>	<b>2,749,173</b>	<b>2,504,139</b>
<b>Total Long Term Liabilities</b>	<b>-</b>	<b>-</b>
<b>Stockholders' Equity</b>		
Common Stock \$300 Par Value: 1000 Shares	1,137,500	1,137,500
Retained Earnings	230,122	222,754
<b>Total Stockholder's Equity</b>	<b>1,367,622</b>	<b>1,360,254</b>
<b>TOTAL LIABILITIES AND STOCKHOLDER'S EQUITY</b>	<b>4,116,795</b>	<b>3,864,393</b>

STATEMENT OF INCOME FOR THE YEAR ENDED DECEMBER 31, 2019 & 2018		
	Total 2019	Total 2018
	USD	USD
<b>REVENUE</b>		
Net Commission	235,132	396,615
Exchange Gain	127,259	288,131
Income from Forex Transactions	4,085	-
Interest Income	29,775	40,870
Other Income	143,916	24,857
<b>TOTAL INCOME</b>	<b>540,167</b>	<b>750,473</b>
<b>EXPENSE</b>		
Commission and Incentives	73,157	154,436
Payroll Expenses	179,686	211,838
Professional and Consultancy Charges	20,399	16,999
Directors Fees	4,000	5,500
Depreciation	2,425	-
Electricity & Gas Expense	2,716	1,946
Telephone Expense	6,578	7,645
Postage and Courier	288	1,104
Legal,Licence and Taxes	25,753	20,820
Bank Charges	95,410	51,804
Rent	57,806	15,160
Insurance	6,349	10,965
Software Expenses	34,171	47,436
Miscellaneous Expenses	20,595	18,879
Travelling Expense	3,466	6,462
<b>Total Expenses</b>	<b>532,799</b>	<b>570,993</b>
<b>Net Income Before Taxes And Other Adjustments</b>	<b>7,368</b>	<b>179,480</b>
<b>Less: Provision For Taxes</b>	<b>-</b>	<b>-37,923</b>
<b>Net Income After Taxes</b>	<b>7,368</b>	<b>141,557</b>

STATEMENT OF RETAINED EARNINGS FOR THE YEAR ENDED DECEMBER 31, 2019 & 2018		
	2019	2018
	USD	USD
<b>Balance January 1</b>	<b>222,754</b>	<b>81,196</b>
Net Income	7,368	141,557
Dividends paid	-	-
<b>Balance December 31</b>	<b>230,122</b>	<b>222,754</b>

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2019 & 2018		
	2019	2018
	USD	USD
<b>Cash Flow From Operating Activities</b>		
Net Income/(Loss)	7,368	141,557
Add: Non-cash Items		
Depreciation	2,425	-
<b>Adjustments to reconcile net income to net cash provided</b>		
(Increase)/Decrease in Other Assets/Provisions	-94,653	-5,697
(Increase)/Decrease in Advances made to Vendors	863,184	-222,943
(Increase)/Decrease in Bank Guarantee	935,303	134,984
(Increase)/Decrease in Loans to Shreholders	-200,000	-200,000
Increase/(Decrease) in Accounts Payable/ Other Current Liabilities	245,034	103,484
<b>Net Cash Provided By Operating Activities</b>	<b>1,758,661</b>	<b>-48,615</b>
<b>Cash Flow From Investing Activities</b>		
<b>Net Cash Used For Investing Activities</b>	<b>-18,129</b>	<b>-1,525</b>
<b>Cash Flow From Financing Activities</b>		
<b>Net Cash Provided By Financing Activities</b>	<b>-</b>	<b>-</b>
<b>Net Increase/(Decrease) In Cash And Cash Equivalents</b>	<b>1,740,533</b>	<b>-50,139</b>
<b>Cash And Cash Equivalents At The Beginning Of The Year</b>	<b>260,778</b>	<b>310,917</b>
<b>Cash And Cash Equivalents At The End Of The Year</b>	<b>2,001,311</b>	<b>260,778</b>