

**ROUTE MOBILE LANKA
(PRIVATE) LIMITED**

**NO.47, ALEXANDRA PLACE,
COLOMBO-07.**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2025.**

THANGAVELU & CO.,
Chartered Accountants

Partner -
T Perinbaraaj FCA ACMA MBA (Sydney)

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**INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDERS OF- ROUTE MOBILE LANKA (PRIVATE) LIMITED**

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Route Mobile Lanka (Private) Limited, which comprise the statement of financial position as at March 31, 2025, and the statement of 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 give a true and fair view of the financial position of the Company as at March 31, 2025, and of its financial performance and its cash flows for the year then ended in accordance with Sri Lanka Accounting Standards.

Basis for Opinion

We conducted our audit in accordance with Sri Lanka Auditing Standards (SLAuSs). 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 Code of Ethics issued by CA Sri Lanka (Code of Ethics) and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. These financial statements do not comprise other information.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with Sri Lanka Accounting Standards, 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.

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.

Those charged with governance are responsible for overseeing the Company's financial reporting process.





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 SLAuSs 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.

A further description of the auditor's responsibilities for the audit of the financial statements is located at Sri Lanka Accounting and Auditing Standards website at: <http://slaasc.com/auditing/auditorsresponsibility.php>. This description forms part of our auditor's report.

Report on Other Legal and Regulatory Requirements

As required by section 163 (2) of the Companies Act No. 07 of 2007, we have obtained all the information and explanations that were required for the audit and, as far as appears from our examination, proper accounting records have been kept by the Company.



THANGAVELU & CO.,
CHARTERED ACCOUNTANTS
COLOMBO.
DATE: 29.04.2025.

Thangavelu & Co.
Chartered Accountants

ROUTE MOBILE LANKA (PVT) LTD
NO. 47, ALEXANDRA PLACE, COLOMBO - 07.

STATEMENT OF FINANCIAL POSITION
AS AT 31ST MARCH 2025


Assets	Note	2025 Rs.	2024 Rs.
Non Current Assets			
Property, Plant & Equipment	1	4,263	27,648
		<u>4,263</u>	<u>27,648</u>
Current Assets			
Security Deposit - Rent		65,000	-
Trade & Other Receivables	2	185,602	1,689,570
Cash & Cash Equivalents	3	1,708,785	3,961,749
		<u>1,959,387</u>	<u>5,651,319</u>
Total Assets		<u><u>1,963,650</u></u>	<u><u>5,678,966</u></u>
Equity & Liabilities			
Equity			
Share Capital		100,000	100,000
Retained Earnings		(5,697,150)	(2,412,676)
		<u>(5,597,150)</u>	<u>(2,312,676)</u>
Non Current Liabilities			
Long Term Borrowings-Route Mobile UK limited		5,306,119	5,144,968
		<u>5,306,119</u>	<u>5,144,968</u>
Current Liabilities			
Trade and Other Creditors	4	1,984,914	2,581,908
Income Tax Payable		239,766	239,766
Accrued Expenses	5	30,000	25,000
		<u>2,254,680</u>	<u>2,846,674</u>
Total Equity & Liabilities		<u><u>1,963,650</u></u>	<u><u>5,678,966</u></u>

These Financial Statement are in compliance with the requirements of the companies
Act No.07 of 2007.

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Financial Controller

The Board of Directors is responsible for the preparation and presentations
of these Financial Statements.

Signed for and on behalf of the Board of Directors

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Director



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Director

Thangavelu & Co.
Chartered Accountants

ROUTE MOBILE LANKA (PVT) LTD
NO. 47, ALEXANDRA PLACE, COLOMBO - 07.

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31ST MARCH 2025

	Note	2025 Rs.	2024 Rs.
Net Revenue	6	1,129,723	1,159,921
Other Income	7	172,256	638,043
		<u>1,301,979</u>	<u>1,797,964</u>
<u>Less: Operating Expenses</u>			
Administration Expenses	8	4,392,161	1,916,683
Finance Cost	9	36,300	33,750
Other Expenses	10	157,992	114,632
Total Expenses		<u>4,586,453</u>	<u>2,065,065</u>
Net Profit/ (Loss) Before Taxation		<u>(3,284,474)</u>	<u>(267,101)</u>
Taxation		-	-
Net Profit/ (Loss) after Taxation		<u>(3,284,474)</u>	<u>(267,101)</u>

Thangavelu & Co.
Chartered Accountants

ROUTE MOBILE LANKA (PVT) LTD
NO. 47, ALEXANDRA PLACE, COLOMBO - 07.

STATEMENT OF CHANGES IN EQUITY
AS AT 31ST MARCH 2024

	Share of Capital Rs.	Retained Earnings Rs.	Total Rs.
Opening Balance as at 01st April 2023	100,000	(2,145,575)	(2,045,575)
Net Profit / (Loss) for Year of Assessment	-	(267,101)	(267,101)
Closing Balance as at 31st March 2024	100,000	(2,412,676)	(2,312,676)
Opening Balance as at 01st April 2024	100,000	(2,412,676)	(2,312,676)
Net Profit / (Loss) for Year of Assessment	-	(3,284,474)	(3,284,474)
Closing Balance as at 31st March 2025	100,000	(5,697,150)	(5,597,150)

Thangavelu & Co.
Chartered Accountant

ROUTE MOBILE LANKA (PVT) LTD
NO. 47, ALEXANDRA PLACE, COLOMBO - 07.

STATEMENT OF CASHFLOW
FOR THE YEAR ENDED 31ST MARCH 2025

	2025 Rs.	2024 Rs.
CASH FLOW FROM OPERATING ACTIVITIES		
Profit /(Loss) as per Accounts	(3,284,474)	(267,101)
Adjustment for		
Depreciation on Fixed Assets	23,385	51,601
Taxation	-	-
Operating Profit before working capital changes	(3,261,089)	(215,500)
<u>Working capital Changes</u>		
(Increase)/Decrease in Refundable Deposit	(65,000)	-
(Increase)/Decrease in Other Receivables	1,503,967	(328,268)
Increase / (Decrease) in Accrued Expenses	5,000	-
Increase / (Decrease) in Trade & Other Creditors	(596,994)	216,451
Increase / (Decrease) in Amounts Due to Directors		
Cash generated from Operations	846,973	(111,817)
Net cash generated /(used) from Operating Activities	(2,414,116)	(327,317)
CASH FLOW FROM INVESTING ACTIVITIES		
Property, Plant & Equipment Addition	-	-
Long Term Loan Obtain/(Settlement)	161,151	(478,975)
Net cash generated /(used) from Investing Activities	161,151	(478,975)
CASH FLOW FROM FINANCING ACTIVITIES		
Stated Capital	-	-
Net cash generated /(used) from Financing Activities	-	-
Net Increase/ (Decrease) in cash & cash equivalent for the year	(2,252,965)	(806,292)
Cash & Cash equivalents at the beginning of the year	3,961,749	4,768,041
Cash & Cash equivalents at the end of the year	1,708,785	3,961,749
Note - A		
Cash & Cash Equivalents		
Cash at NDB Bank	1,708,785	3,961,749
	1,708,785	3,961,749

ROUTE MOBILE LANKA (PRIVATE) LIMITED
NO.47, ALEXANDRA PLACE, COLOMBO-07.

SIGNIFICANT ACCOUNTING POLICIES STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2025

01. CORPORATE INFORMATION

1.1 General

Route Mobile Lanka (Private) Limited is a Company incorporated and domiciled in Sri Lanka. The registered office of the company is located at No. 47, Alexandra Place, Colombo -07.

1.2 Principal activities

During the year, the principal activity of the company is Cloud Communication Provider to enterprises & Mobile network operators. The Business Activity Code is 631190.

02. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1. General Policies

2.1.1. Basis of Preparation

The Statement of Financial Position, Statement of Comprehensive Income, Changes in Equity and Cash Flows, together with accounting policies and notes ("Financial Statements") of the Company as at 31st March 2025 and for the year then ended comply in all material respects with the applicable Sri Lanka Accounting Standards.

These financial Statements presented in Sri Lanka Rupees have been prepared on a historical cost basis.

2.1.2 Changes in Accounting Policies

The accounting policies and notes (the "financial statements") have been prepared in accordance with Sri Lanka Accounting Standards (SLFRS/LKAS) as issued by the Institute of Chartered Accountants of Sri Lanka and the requirement of the Companies act No.07 of 2007.

2.1.3 Use of estimates and Judgments

The preparation of financial statements in conformity with SLFRS/LKAS, require management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses.

The estimates and underlying assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying amount of assets and liabilities that are not readily apparent from other sources.

2.1.4 Going Concern

The directors have assessed the company's and its liability to continue as going concern and the do not intend either to liquidate or to cease the business operation.

2.2. Valuation of Assets and Their Measurement Bases

2.2 Trade and other Receivables

Trade receivables are stated at the amounts they are estimated to realize. Provision has been made for bad debts.

ROUTE MOBILE LANKA (PRIVATE) LIMITED
NO.47, ALEXANDRA PLACE, COLOMBO-07.

SIGNIFICANT ACCOUNTING POLICIES STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2025

2.2.2 Cash and Equivalents

Cash and Cash equivalents are defined as cash in hand, demand deposit and short term highly liquid investments, readily convertible to know amounts of cash and subjects to insignificant risk of changes in value. For the purpose of cash flow statement, cash & cash equivalents consist of cash in hand and deposits in Bank net of outstanding bank overdrafts.

2.2.3 Property, Plant & Equipment

2.3 Impairment of assets

The carrying values of the company's assets other than inventories are reviewed at each Balance Sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. An impairment loss is recognized whenever the carrying amount of asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognized in the Income Statement.

2.4 Depreciation

The provision for depreciation is calculated by using a Straight-line method on the cost or valuation of all property, Plant Equipment other than freehold land, in order to write off such amounts over the following estimated useful Lives. The Principal annual rates used are:

Office & Other Equipment	25%
Computer Equipment	20%

2.5 Liabilities and Provisions

2.5.1 Provisions

A Provision is recognized in the Balance Sheet when the Company has a legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefits will be required to settle the obligation

2.6 Income Statements

2.6.1 Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue and the company and the revenue and associated costs incurred can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable net of trade discounts and sales taxes. The following specific criteria are used for the purpose of recognizing of revenue.

ROUTE MOBILE LANKA (PRIVATE) LIMITED
NO.47, ALEXANDRA PLACE, COLOMBO-07.

SIGNIFICANT ACCOUNTING POLICIES STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2025

2.6.2 Expenditure Recognition

(a) Expenses are recognized in the Income Statement on the basis of a direct association between the cost incurred and the earning of specific items of income. All expenditure incurred in the running of the business and in maintaining the Property, Plant & Equipment in state of efficiency has been charged to income in arriving at the profit for the Accounting period for the year.

b) For the purpose of presentation of the Income Statement the Directors are of the opinion that the function of the Company's performance and hence such presentation method is adopted.

2.6.3 Income tax expense

Income tax on the profit for the year comprises current Income tax is recognized directly in equity, in which case it is recognized in equity.

2.6.4 Cash flow statement

The Cash Flow Statements has been prepared using the "indirect method". Interest paid are classified as operating cash flows, interest and dividend received are classified as investing cash flows while dividend paid are classified as financing cash flows for the purpose of presenting a Cash Flow Statement.

Thangavelu & Co.
Chartered Accountants

ROUTE MOBILE LANKA (PVT) LTD
NO. 47, ALEXANDRA PLACE, COLOMBO - 07.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2025

Note	2025 Rs.	2024 Rs.
1 Property, Plant & Equipment		
<u>Computer</u>		
Cost		
Opening Balance	91,500	91,500
Additions During The Year	-	-
Total Cost of Asset	91,500	91,500
Depreciation		
Opening Balance	91,500	86,832
During The Year Depreciation	-	4,668
Accumulated Depreciation	91,500	91,500
W.D.V. of Computer	-	-
<u>Office Equipment</u>		
Cost		
Opening Balance	140,799	140,799
Additions During the Year	-	-
Total Cost of Asset	140,799	140,799
Depreciation		
Opening Balance	113,151	66,218
During the Year Depreciation	23,385	46,933
Accumulated Depreciation	136,536	113,151
W.D.V. of Office Equipment	4,263	27,648
Total W.D.V. as at 31.03.2025	4,263	27,648

Thangavelu & Co.
Chartered Accountants

ROUTE MOBILE LANKA (PVT) LTD
NO. 47, ALEXANDRA PLACE, COLOMBO - 07.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2025

Note	2025 Rs.	2024 Rs.
2 Receivables		
Loans and Advances from the Related Party	-	100,000
Prepaid Expenses	135,642	-
Intercompany Debtors	-	1,539,610
VAT Receivables	49,960	49,960
	<u>185,602</u>	<u>1,689,570</u>
3 Cash & Cash Equivalents		
NDB A/C No. 101000688615	1,708,785	3,961,749
	<u>1,708,785</u>	<u>3,961,749</u>
4 Trade & Other Payables		
Trade Creditor	392,251	-
Due to Intercompany	722,632	1,648,065
Advance from Customer	313,410	367,890
Other Payables	100	100
WHT payable	133,627	
Provision of Payables	422,894	565,854
	<u>1,984,914</u>	<u>2,581,908</u>
5 Accrued Expenses		
Audit Fees	30,000	25,000
	<u>30,000</u>	<u>25,000</u>

Thangavelu & Co.
Chartered Accountants

ROUTE MOBILE LANKA (PVT) LTD
NO. 47, ALEXANDRA PLACE, COLOMBO - 07.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2025**

Note	2025 Rs.	2024 Rs.
6 Revenue		
Product Sales	1,026,414	2,215,160
Intercompany Sales - RMLL	189,855	682,395
Test Product Sales	-	318,301
Services	721,315	10,000
	<u>1,937,584</u>	<u>3,225,856</u>
Cost of Sales		
Purchase Domestic	370,173	1,963,479
Purchase from Intercompany	437,688	102,456
	<u>807,861</u>	<u>2,065,935</u>
Net Revenue	<u><u>1,129,723</u></u>	<u><u>1,159,921</u></u>
7 Other Income		
Foreign Exchange Gain - Unrealised	172,256	638,042
Rounding off	0	1
	<u>172,256</u>	<u>638,043</u>
8 Administrative Expenses		
Audit Fees	35,000	25,000
Rent	701,805	-
Counsultancy Charges	3,095,428	1,553,265
Professional Charges	360,858	221,817
Travelling	29,897	-
Telephone	76,000	33,000
Repair & Maintenance	-	32,000
Bad debt - Write off	69,788	
Depreciation	23,385	51,601
	<u>4,392,161</u>	<u>1,916,683</u>
9 Finance Cost		
Bank Charges	36,300	33,750
	<u>36,300</u>	<u>33,750</u>
10 Other Expenses		
Exchange Loss	157,992	114,632
	<u>157,992</u>	<u>114,632</u>

Thangavelu & Co.**Chartered Accountant**

ROUTE MOBILE LANKA (PVT) LTD
NO. 47, ALEXANDRA PLACE, COLOMBO - 07.

BUSINESS INCOME COMPUTATION

YEAR OF ASSESMENT 2024/25

TIN : 101244369

	2025
	Rs.
Net Profit/(Loss) as per Accounts	(3,284,474)
<u>Add : Disallowable Expenses</u>	
Bad debt - Write off	69,788
Depreciation	23,385
	<u>93,172</u>
	(3,191,301)
<u>Less : Allowable Expenses</u>	
Capital Allowance	Note - A
	<u>28,160</u>
Business Loss	<u>(3,219,461)</u>

Note-A**Capital Allowance**

	Year of Purchase	Cost	Rate	Claimed upto 31.03.2024	Claimed During the Year	Total Claimed as at 31.03.2025
Computer	2018/19	91,500	20%	91,500	-	91,500
Office Equipment 4th Year	2021/22	109,500	20%	65,700	21,900	87,600
Office Equipment 3rd Year	2022/23	31,299	20%	12,520	6,260	18,779
Total		<u>232,299</u>		<u>169,720</u>	<u>28,160</u>	<u>197,879</u>