

Indegene Lifesystems Consulting (Shanghai) Co., Ltd.

Auditors' Report for the financial statements

as at December 31, 2023

Hu Li Xin Jia Cheng Shen Zi (2024) No.291

上海立信
会计师事务所
CPA



上海立信佳诚东审会计师事务所有限公司
Shanghai Lixin Jiacheng Dongshen Certified Public Accountants Co., Ltd.

[English Translation for Reference Only]

Auditors' Report

Hu Li Xin Jia Cheng Shen Zi (2024) No.291

To the Shareholders of

Indegene Lifesystems Consulting (Shanghai) Co., Ltd.:

1. Audit opinion

We have audited the financial statements of Indegene Lifesystems Consulting (Shanghai) Co., Ltd. (the "Company"), which comprise the balance sheet as at December 31, 2023, and the income statement, cash flow statement and owners' equity statement for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of the Company as at December 31, 2023 and of its financial performance and its cash flows for the year then ended in accordance with the Accounting Standards for Business Enterprises.

2. Basis for opinion

We conducted our audit in accordance with the Auditing Standards for CPAs of China. 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 any ethical requirements that are relevant to our audit of the financial statements in the People's Republic of China, 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.

3. Emphatic matters

In addition, for 2023 the users of these financial statements have to be aware that, the company's loss is RMB 12,766,813.00, and the accumulated loss is RMB 37,731,795.00. The current liability is over total Asset by RMB 6,219,220.69 on December 31 2023. All this information can be found on Notes. The Company agrees to improve. And the parent company has pledged to give financial support to the company in order to maintain the company's continued operation. But the going concern is unstable. This paragraph is not influent our expressed opinion.

4. Responsibilities of the directors for the financial statements

The directors are responsible for the preparation of the financial statements that give a true and fair view in accordance with the Accounting Standards for Business Enterprises 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.

The directors are assisted by the Audit and Risk Control Committee in discharging their responsibilities for overseeing the Company's financial reporting process.

5. 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 the Auditing Standards 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 the Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

(1) 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.

(2) 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 the Company's internal control.

(3) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

(4) 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.

(5) 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 the Audit and Risk Control Committee 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.

This report is made in both Chinese and English version, in which the Chinese version shall prevail.

Attachment: 1. Adjustment sheet of taxable income of the Company in 2023

Shanghai Li Xin Jia Cheng Dong Shen
Certified Public Accountants Co., Ltd.



Shanghai, China

CICPA



CICPA



May 17th 2024

Attachment

Indegene Lifesystems Consulting (Shanghai) Co., Ltd.

Adjustment Table for Taxable Income in 2023

Unit: RMB

Total Profit before Adjustment	-12,766,813.00
Additional Adjusted Taxable Income	11,249,658.95
1、Not-approved Business Entertainment Expenses	18,421.01
2、Interest Expenses Adjustment	194,881.95
3、Accrued Operating Costs of This Year	11,036,355.98
4、Non-Operating Expenses	0.01
Decreasing Adjusted Taxable Income	6,816,414.69
1、Paid Operating Costs	5,965,849.13
2、Paid Interest Expenses	374,387.83
3、Accrued Expenses Adjustment	447,317.37
4、Right-of-Use Asset Adjustment	28,860.36
Taxable Income after Adjustment	-8,333,568.74

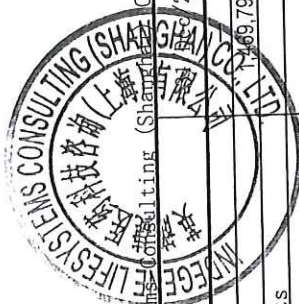
Reference for taxation adjustment only

Balance sheet

Form KWQ 01
Monetary unit: RMB¥

As at 31/Dec/23

Prepared by: Indegene Lifesystems Consulting (Shanghai) Co., Ltd.



Assets	31/Dec/23	31/Dec/22	Liabilities and Owner's Equity (Shareholder's Equity)	31/Dec/23	31/Dec/22
Current Assets:			Current Liabilities:		
Cash & Bank	1,409,793.64	1,210,069.30	Short-term Borrowings	-	-
Transactional Financial Assets	-	-	Transactional Financial Liabilities	-	-
Derivative Financial Assets	-	-	Derivative financial liabilities	-	-
Notes Receivable	-	-	Notes Payable	-	-
Accounts Receivable	5,031,660.12	12,574,023.00	Accounts Payable	8,472,925.21	3,074,538.30
Accounts Receivable Financing	-	-	Advances from Customers	4,137,238.07	2,858,907.64
Advances to Suppliers	112,488.54	312,340.97	Contract Liabilities	-	-
Other Receivable	319,981.87	327,781.87	Payroll Payable	150,562.79	331,117.77
Inventories	-	-	Taxes and Fees Payable	798,273.88	717,764.34
Contract Assets	-	-	Other Payable	-	-
Assets held for sale	-	-	Liabilities held for sale	-	-
Non-current Assets due within one year	-	-	Non-current Liabilities due within one year	-	-
Other Current Assets	193,958.74	98,427.10	Other Current Liabilities	415,874.63	863,192.00
Total Current Assets	7,127,882.91	14,522,642.24	Total Current Liabilities	13,974,874.58	7,845,520.05
Non-current Assets:			Non-current Liabilities:		
Investment on Bonds	-	-	Long-term Loans	2,941,293.74	3,723,913.12
Other Investment on Bonds	-	-	Bonds Payable	-	-
Long-term Receivables	-	-	Including: Preferred stock	-	-
Long-term Equity Investment	-	-	Perpetual bond	-	-
Other Equity Instrument Investment	-	-	Lease Liabilities	399,704.49	1,334,897.01
Other Non-current Financial Assets	-	-	Long-term Payables	-	-
Investment Real Estate	-	-	Provisions	-	-
Fixed Assets	476,715.53	530,894.41	Deferred income	-	-
Construction in Progress	-	-	Deferred Income Tax Liabilities	-	-
Productive Biological Assets	-	-	Other Non-current Liabilities	3,340,998.23	5,058,810.13
Oil and Gas Assets	-	-	Total Non-current Liabilities	17,315,872.81	12,904,330.18
Right-of-Use Asset	151,055.45	1,057,387.61	Total Liabilities		
Intangible Assets	-	-	Owner's Equity (Shareholder's Equity):		
Development Expenditures	-	-	Paid-in Capital	28,171,576.08	28,171,576.08
Goodwill	-	-	Other equity instruments	-	-
Long-term Deferred Expenses	-	-	Including: Preferred stock	-	-
Deferred Income Tax Assets	-	-	Perpetual bond	-	-
Other Non-current Assets	-	-	Capital Surplus	-	-
Total Non-current Assets	627,770.98	1,588,282.02	Less: Treasury Stock	-	-
			Other equity instruments	-	-
			Special reserve	-	-
			Surplus Reserve	-	-
			Undistributed Profits	-	-
			Total Owner's Equity	-37,731,795.00	-24,964,982.00
			TOTAL LIABILITIES AND OWNER'S EQUITY	-9,560,218.92	3,206,594.08
TOTAL ASSETS	7,755,653.89	16,110,924.26		7,755,653.89	16,110,924.26



Income Statement

For the Year Ended 2023

Form KWNQ 02

Monetary unit: RMB¥

Prepared by Indegene Lifesystems Consulting (Shanghai) Co., Ltd.

Item	For the Year Ended 2023	For the Year Ended 2022
I. Total Operating Income	32,081,563.38	38,322,409.70
Less: Operating Costs	13,902,221.61	13,282,259.56
Taxes and Surcharges	2,303.29	39,061.78
Selling Expenses	9,013.00	-
G&A Expenses	30,619,686.28	26,553,430.08
Research & Development Expenses	-	-
Financial Expenses	372,979.50	1,154,026.08
Including: Interest Expense	218,969.49	443,936.51
Interest Income	1,486.20	4,506.48
Add: Other Income	24,760.37	48,354.63
Investment Income (Loss denoted by " - ")	-	-
Including: Investment Income from Associates and Joint Ventures	-	-
Gains from the Derecognising Financial Assets measured at amortised cost (Loss denoted by " - ")	-	-
Net Exposure Hedging Income (Loss denoted by " - ")	-	-
Profit and Loss from Fair Value Changes (Loss denoted by " - ")	-	-
Credit impairment loss (Loss denoted by " - ")	-	-
Assets Impairment Loss (Loss denoted by " - ")	-	-
Gains from Disposal of Assets (Loss denoted by " - ")	-	-
II. Operation Profits (Loss denoted by " - ")	-12,799,879.93	-2,658,013.17
Add: Non-operating Income	33,066.94	36,610.79
Less: Non-Operating Expenses	0.01	93.88
III. Total Income (Total loss denoted by " - ")	-12,766,813.00	-2,621,496.26
Less: Income Tax	-	-
IV. Net Profit (Net loss denoted by " - ")	-12,766,813.00	-2,621,496.26
(I) Income from Continuing Operations (Net loss denoted by " - ")	-	-
(II) Income from Discontinued Operations (Net loss denoted by " - ")	-	-
V. Other comprehensive net income after tax	-	-
(I) Items not to be reclassified into profit or loss	-	-
1. Changes arising from remeasurement of defined benefit plan	-	-
2. Other comprehensive income not to be reclassified into profit or loss under the equity method	-	-
3. Changes in fair value of other equity instrument investments	-	-
4. Changes in fair value of enterprise's own credit risk	-	-
.....	-	-
(II) Items to be reclassified into profit or loss in subsequent periods	-	-
1. Other comprehensive income to be reclassified into profit or loss under the equity method	-	-
2. Changes in fair value of other debt investments	-	-
3. Amount of financial assets reclassified into other comprehensive income	-	-
4. Provision for credit impairment of other debt investment	-	-
5. Cash flow hedging reserve	-	-
6. Differences on translation of foreign currency financial statements	-	-
.....	-	-
VI. Total comprehensive income	-12,766,813.00	-2,621,496.26
VII. Earnings per share:	-	-
(I) Basic earnings per share	-	-
(II) Diluted earnings per share	-	-



Statement of Cash Flows

For the Year Ended 2023

Form KWNQ 03

Prepared by Lifesystems Consulting (Shanghai) Co., Ltd.

Monetary unit: RMB ¥

Item	For the Year Ended 2023	For the Year Ended 2022
I、Cash Flows from Operating Activities:		
Cash received from sales of goods or rendering of services	41,625,853.28	42,341,533.65
Refunds of Taxes	-	-
Other cash received relating to operating activities	1,486.20	4,506.48
Sub-total of cash inflows from Operating Activities	41,627,339.48	42,346,040.13
Cash paid for goods and services	8,974,926.19	13,777,882.34
Cash paid to and on behalf of employees	28,193,750.67	23,977,085.46
Payments of all types of taxes	194,089.50	873,184.62
Cash paid relating to other operating activities	2,742,431.64	2,592,903.83
Sub-total of cash outflows from Operating Activities	40,105,198.00	41,221,056.25
Net cash flows from operating activities	1,522,141.48	1,124,983.88
II、Cash Flows from Investing Activities:		
Cash received from return of investments	-	-
Cash received from return on investments	-	-
Net cash received from the sale of fixed assets, intangible assets and other long-term assets	-	-
Cash received from disposal of subsidiary or other operating business units	-	-
Cash received relating to other investing activities	-	-
Sub-total of cash inflows from Investing Activities	-	-
Cash paid to acquire fixed assets, intangible assets and other long-term assets	224,690.27	146,009.71
Cash paid to acquire investments	-	-
Cash paid to acquire disposal of subsidiary or other operating business units	-	-
Cash paid relating to other investing activities	-	-
Sub-total of cash outflows from Investing Activities	224,690.27	146,009.71
Net cash flows from investing activities	-224,690.27	-146,009.71
III、Cash Flows from Financing Activities:		
Cash received from investments by others	-	-
Cash received from borrowings	-	-
Cash received relating to other financing activities	-	-
Sub-total of cash inflows from Financing Activities	-	-
Cash repayments of amounts borrowed	684,439.50	1,133,934.57
Cash paid for distribution of dividends or profits and for interest expenses	374,387.83	739,377.84
Cash paid relating to other financing activities	-	-
Sub-total of cash outflows from Financing Activities	1,058,827.33	1,873,312.41
Net cash flows from financing activities	-1,058,827.33	-1,873,312.41
IV、Effect of Foreign Exchange Rate Changes on Cash	21,100.46	-115,693.84
V、Net Increase in Cash and Cash Equivalents	259,724.34	-1,010,032.08
Add: Cash and equivalents at the beginning of the period	1,210,069.30	2,220,101.38
VI、Cash and equivalents at the end of the period	1,469,793.64	1,210,069.30



Form KXND 01
Amount in million RMB

Owners' Equity

For the Year Ended 2023

		For the Year Ended 2021										Amounts of last year										Total Owner's Equity		
		Amounts of this year					Amounts of last year					Amounts of last year												
		Paid-in Capital	Preferred Stocks	Perpetual Bond	Other Equity Instruments	Capital Surplus	Less: Treasury Stock	Other Comprehensive Income	Special Reserve	Surplus Reserve	Undistributed Profits	Total Owner's Equity	Paid-in Capital	Preferred Stocks	Perpetual Bond	Other Equity Instruments	Capital Surplus	Less: Treasury Stock	Other Comprehensive Income	Special Reserve	Surplus Reserve	Undistributed Profits	Total Owner's Equity	
I. Ending balance of last year		28,171,576.08	-	-	-	-	-	-	-	-	-24,964,982.00	3,206,594.08	28,171,576.08	-	-	-	-	-	-	-	-	-	-22,343,485.74	5,828,090.34
Add: Changes in accounting policies																								
Previous error correcting																								
Others																								
II. Opening balance of this year		28,171,576.08	-	-	-	-	-	-	-	-	-24,964,982.00	3,206,594.08	28,171,576.08	-	-	-	-	-	-	-	-	-	-22,343,485.74	5,828,090.34
III. Increase or decrease amount of money of this year (decrease use "-")																								
(1) Total comprehensive income																								
(11) Capital contributed by owners and capital decreases																								
1. Common stocks invested by owners																								
2. Holders of other equity instruments invested capital																								
3. The amount of share-based payments recorded in owners' equity																								
1. Others																								
(111) Profit distribution																								
1. Appropriations to surplus reserve																								
2. Profit distributed to owners for shareholders																								
3. Others																								
(112) Transfers within the owners' equity																								
1. Capital (or shares) increase out of capital surplus																								
2. Capital (or shares) increase out of surplus reserve																								
3. Recovery of losses by surplus reserve																								
4. Carryover the changes from defined benefit plans																								
5. Other comprehensive income carried forward to retained earnings																								
6. Others																								
IV. Ending balance of this year		28,171,576.08	-	-	-	-	-	-	-	-	-37,731,795.00	-9,560,218.92	28,171,576.08	-	-	-	-	-	-	-	-	-	-24,964,982.00	3,206,594.08

I. Company Profile

Indegene Lifesystems Consulting (Shanghai) Co., Ltd. (the "Company") was established in Shanghai on December 2nd 2011. It was approved by the People's Government of Shanghai. The company is invested by INDEGENE LIMITED independently. The company's registered capital is USD 4,900,000. The company's business scope is medical equipment and products marketing consulting etc.

II. Principle accounting policies and basis of preparation

1. Accounting policies

The financial statements have been prepared in accordance with the Accounting Standards for Business Enterprises as promulgated by the Central government of the People's Republic of China.

2. Accounting period

The accounting period is from January 1 to December 31 of each calendar year.

3. Reporting currency

The Company's reporting currency is Renminbi (Rmb).

4. Accounting basis and method

The Company's financial statements are prepared on an accrual basis. The accounting records are maintained on a historical cost basis. If they are impaired, then impairment provisions are taken accordingly.

5. Foreign currency translation

The Company's financial records are maintained and the statutory financial statements are stated in Rmb. Foreign currency transactions are recorded at a certain rate.

6. Criteria of cash equivalents recognition

In preparation of the cash flow statement, cash refers to all cash in hand and call deposits. Cash equivalents are defined as short-term, highly-liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.



7. Accounting method for bad debts

- (1) Recognition criteria: In the event that debtor files bankruptcy or has been deregistered, found dead, missing and therefore becomes insolvent; and debtor fails to perform the obligation of repayment in due time and it is proved by solid evidence that the relevant amount of money can never be collected, the account receivable in question will be written off after approved by certain authority of the Company.
- (2) Accounting method: The Company estimates loss on bad debt using ageing analysis of the year-end balance of account receivable and Specific Identification method.
- (3) No bad-debt provision provided for transactions between associated companies.

8. Fixed assets and depreciation

- (1) Fixed assets refer to buildings, machinery equipment, transportation facilities and other facilities and tools with useful lives over one year, which are held for the purpose of production, service provision, and lease or operating management.
- (2) Fixed assets purchased or constructed by the Company were initially recorded at cost. Fixed assets contributed by the investors were initially recorded at their approved appraised value upon contribution to the Company.
- (3) Depreciation scope: All fixed assets are subject to depreciation except for fully depreciated fixed assets that are still in use and land that is separately revaluated and recorded as a fixed asset.
- (4) Depreciation is provided under the straight-line method over the useful lives of the assets. The yearly depreciation rate is defined based on the category of fixed asset and estimated useful life. The depreciation by category is as follows:

<u>Category</u>	<u>Useful life</u>	<u>Annual depreciation rate</u>
Electronic equipments	3 years	31.67%
Office equipments	5 years	19%
Decorating	2.5 years	40%

- (5) Where the recoverable amount of fixed assets is lower than the carrying amount due to continued bear market, underdeveloped technology, damages, being left unused for long and others, the difference should be recognized as provision for impairment loss on fixed assets.

The provision for impairment loss on fixed assets will be provided as an individual item of asset.

9. Accounting Method for construction in progress

Construction in progress represents fixed assets under construction or installation. Cost comprises the original cost of machinery and equipment, installation costs, construction costs and other direct costs. Borrowing costs on specific borrowings for financing the construction or acquisition of fixed assets are capitalized as part of the cost of the fixed assets until the assets are ready for their intended use. Construction in progress is transferred to fixed assets and depreciation commences when the assets are ready for their intended use.

10. Intangible assets

Intangible assets are recorded at actual cost on acquisition. The cost of an intangible asset is amortized using the straight-line method starting from its acquisition month over the shortest period of the estimated useful life, the beneficial period stipulated by the contracts or the effective period stipulated by laws/no longer than 10 years. At the end of the accounting period, intangible assets are carried at the lower of book value and recoverable amounts. If the recoverable amount is lower than the book value, a provision for impairment on intangible assets is made for the difference.

11. Principles in revenue recognition

(1) Sale of goods: The Company has transferred to the buyer the significant risks and rewards of ownership of the goods; the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold and the economic benefits associated with the transaction will flow to the Company; and the relevant amount of revenue and costs can be measured reliably.

(2) Service provision: When the provision of services is started and completed within the same accounting year, revenue should be recognized at the time of completion of service and payment is received (or evidence of payment is obtained); when the provision of services is started and completed in different accounting years and the outcome of a transaction involving the rendering of services can be estimated reliably, the Company should recognize the service revenue at the balance sheet date by the use of the percentage of completion method.

(3) Use by others of the Company's assets: Where the economic benefit associated with the transaction will flow to the Company and the amount of the revenue can be measured reliably, the revenue can be recognized as stipulated in the relevant agreement or contract.

III. Taxation

The type of tax derived from sales applicable to the Company is value added tax. The value added tax rate applicable to the Company is 6%. The income tax is 25%.

IV. Notes to major items in financial statements (expressed in Renminbi Yuan)

1、Monetary capital

<u>Item</u>	<u>Closing balance</u>	<u>Opening balance</u>
	0.00	4.31
Cash in hand		
Cash at bank	1,469,793.64	1,210,064.99
Total	<u>1,469,793.64</u>	<u>1,210,069.30</u>
Including: amount of foreign currency in USD	30,104.43	173.73
Translated into RMB	213,220.64	1,209.96

2、Accounts receivable

<u>Ageing</u>	<u>Closing balance</u>			<u>Opening balance</u>		
	Amount	% of total amount	Provision for bad debts	Amount	% of total amount	Provision for bad debts
Less than 1 year	5,031,660.12	100.00		12,574,023.00	100.00	
Total	<u>5,031,660.12</u>	<u>100.00</u>		<u>12,574,023.00</u>	<u>100.00</u>	

<u>Name of Debtor</u>	<u>Amount of Debt</u>
Anjin Biopharmaceutical (Shanghai) Co., Ltd	941,671.00

3、Advances to suppliers

<u>Ageing</u>	<u>Closing balance</u>		<u>Opening balance</u>	
	Amount	% of total amount	Amount	% of total amount
Less than 1 year	112,488.54	100.00	312,340.97	100.00
Total	<u>112,488.54</u>	<u>100.00</u>	<u>312,340.97</u>	<u>100.00</u>

4、Other receivables

Ageing	Closing balance			Opening balance		
	Amount	% of total amount	Provision for bad debts	Amount	% of total amount	Provision for bad debts
Less than 1 year	6,300.00	1.97		14,100.00	4.30	
1-2 years				5,477.82	1.67	
2-3 years	5,477.82	1.71				
More than 3 years	308,204.05	96.32		308,204.05	94.03	
Total	<u>319,981.87</u>	<u>100.00</u>		<u>327,781.87</u>	<u>100.00</u>	

5、Other current assets

Item	Opening	Increment	Deduction	Ending
Rent	98,427.10	358,830.34	263,298.70	193,958.74
Total	<u>98,427.10</u>	<u>358,830.34</u>	<u>263,298.70</u>	<u>193,958.74</u>

6、Initial Value of Fixed Assets and Accumulated Depreciation

(1)Initial Value of Fixed Assets

Item	Opening	Increment	Deduction	Ending
Electronic equipment	54,147.01			54,147.01
Office equipments	1,792,971.40	224,690.27		2,017,661.67
Decorating	1,192,589.06			1,192,589.06
Total	<u>3,039,707.47</u>	<u>224,690.27</u>		<u>3,264,397.74</u>

(2)Accumulated Depreciation

Item	Opening	Increment	Deduction	Ending
Electronic equipment	51,439.66			51,439.66
Office equipments	1,264,784.34	278,869.15		1,543,653.49
Decorating	1,192,589.06			1,192,589.06
Total	<u>2,508,813.06</u>	<u>278,869.15</u>		<u>2,787,682.21</u>

(3)Net Value

Item	Opening	Increment	Deduction	Ending
Electronic equipment	2,707.35			2,707.35
Office equipments	528,187.06	224,690.27	278,869.15	474,008.18
Decorating				
Total	<u>530,894.41</u>	<u>224,690.27</u>	<u>278,869.15</u>	<u>476,715.53</u>

7、Right-of-Use Asset

(1)Initial Value of Right-of-Use Asset

<u>Item</u>	<u>Opening</u>	<u>Increment</u>	<u>Deduction</u>	<u>Ending</u>
ROU Assets	2,718,996.61			2,718,996.61
<u>Total</u>	<u>2,718,996.61</u>			<u>2,718,996.61</u>

(2)Accumulated Depreciation

<u>Item</u>	<u>Opening</u>	<u>Increment</u>	<u>Deduction</u>	<u>Ending</u>
ROU Assets	1,661,609.00	906,332.16		2,567,941.16
<u>Total</u>	<u>1,661,609.00</u>	<u>906,332.16</u>		<u>2,567,941.16</u>

(3)Net Value

<u>Item</u>	<u>Opening</u>	<u>Increment</u>	<u>Deduction</u>	<u>Ending</u>
ROU Assets	1,057,387.61		906,332.16	151,055.45
<u>Total</u>	<u>1,057,387.61</u>		<u>906,332.16</u>	<u>151,055.45</u>

	<u>Closing balance</u>	<u>Opening balance</u>
8、Accounts payable		
<u>Total</u>	<u>8,472,925.21</u>	<u>3,074,538.30</u>
<u>Company Name</u>		<u>Amount</u>
INDEGENE INC		6,644,082.55
INDEGENE LIMITED		1,711,676.11

	<u>Closing balance</u>	<u>Opening balance</u>
9、Advances from customers		
<u>Total</u>	<u>4,137,238.07</u>	<u>2,858,907.64</u>
<u>Company Name</u>		<u>Amount</u>
INDEGENE INC		4,137,238.07

10、Taxes and dues payable

<u>Item</u>	<u>Closing balance</u>	<u>Opening balance</u>
VAT	9,741.95	174,390.54
Urban maintenance and		5,395.33
Additional education tax		2,312.28
Local additional education tax		1,541.52
Individual income tax	140,820.84	147,478.10
<u>Total</u>	<u>150,562.79</u>	<u>331,117.77</u>

	<u>Closing balance</u>	<u>Opening balance</u>
11、 Other payables		
Total	<u>798,273.88</u>	<u>717,764.34</u>

	<u>Closing balance</u>	<u>Opening balance</u>
12、 Other current liabilities		
Accrued Expenses	415,874.63	863,192.00
Total	<u>415,874.63</u>	<u>863,192.00</u>

	<u>Closing balance</u>	<u>Opening balance</u>
13、 Long-term borrowings		
Total	<u>2,941,293.74</u>	<u>3,723,913.12</u>
<u>Company Name</u>		<u>Amount</u>
INDEGENE LIMITED		2,941,293.74

	<u>Closing balance</u>	<u>Opening balance</u>
14、 Lease liabilities		
<u>Item</u>		
Lease payments	400,471.60	1,361,603.32
Unrecognized financing expenses	-767.11	-26,706.31
Total	<u>399,704.49</u>	<u>1,334,897.01</u>

	<u>Opening</u>	<u>Increment</u>	<u>Deduction</u>	<u>Ending</u>
15、 Paid-in Capital				
<u>Capital Mix</u>				
INDEGENE LIMITED	28,171,576.08			28,171,576.08
	(USD4,300,000.00)			(USD4,300,000.00)
Total	<u>28,171,576.08</u>			<u>28,171,576.08</u>

	<u>Closing balance</u>	<u>Opening balance</u>
16、 Undistributed Profits		
<u>Item</u>		
Total	<u>-37,731,795.00</u>	<u>-24,964,982.00</u>

	<u>2023</u>	<u>2022</u>
17、 Revenue from primary businesses		
<u>Item</u>		
Total	<u>32,081,563.38</u>	<u>38,322,409.70</u>

18、Cost of primary businesses

	<u>2023</u>	<u>2022</u>
<u>Item</u>		
Total	<u>13,902,221.61</u>	<u>13,282,259.56</u>

19、Selling Expenses

	<u>2023</u>	<u>2022</u>
<u>Item</u>		
Total	<u>9,013.00</u>	

20、General and administrative expenses

	<u>2023</u>	<u>2022</u>
<u>Item</u>		
Total	<u>30,619,686.28</u>	<u>26,553,430.08</u>
Main Items		
Payroll	21,811,828.82	18,848,228.84

21、Finance expenses

	<u>2023</u>	<u>2022</u>
<u>Item</u>		
Total	<u>372,979.50</u>	<u>1,154,026.08</u>

22、Other Income

	<u>2023</u>	<u>2022</u>
<u>Item</u>		
Total	<u>24,760.37</u>	<u>48,354.63</u>

23、Non-operating gains

	<u>2023</u>	<u>2022</u>
<u>Item</u>		
Total	<u>33,066.94</u>	<u>36,610.79</u>

24、Non-operating expenses and losses

	<u>2023</u>	<u>2022</u>
<u>Item</u>		
Total	<u>0.01</u>	<u>93.88</u>

25、Notes on Relationship and Business with Associated Party

(1) Associated Party

<u>Name of Associated Party</u>	<u>Place of Registration</u>	<u>Relationship with the Company</u>
INDEGENE LIMITED	India	Shareholder

(2) Shares or Equity of Associated Party which can control the Company as well as relevant changes

	Opening of this year		Increment		Deduction		End of this year	
	Amount	%	Amount	%	Amount	%	Amount	%
INDEGENE LIMITED	USD 4,300,000	100%					USD 4,300,000	100%

V. Other Additional Notes

The Company's loss is RMB 12,766,813.00 in year 2023, and the accumulated loss is RMB 37,731,795.00. The current liability is over total Asset by RMB 6,219,220.69 on December 31st 2023. The main reason is the company did not achieve forecasted sales for the year 2023. The Company plans to increase sales in 2024 and not increase expenses. And the parent company has also pledged to give financial support to the company in order to maintain the company's continued operation.

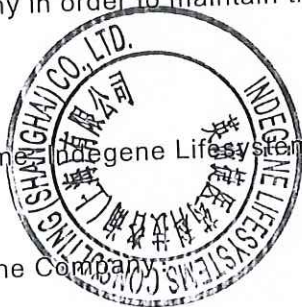
Company name Indegene Lifesystems Consulting (Shanghai) Co., Ltd.

Principle of the Company

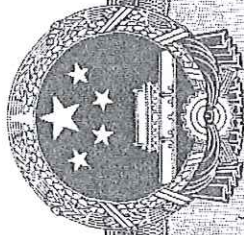
Head of financial department:

March 18th 2024

March 18th 2024



Goda Lin



营业执照

统一社会信用代码

913101047584155335

证照编号: 42000000202211250399

(副本)

中国(上海)自由贸易试验区临港新片区

名称 上海立信会计师事务所有限公司

类型 有限责任公司(自然人投资或控股)

法定代表人 曾福娟

经营范围

审查企业会计报表,出具审计报告;验证企业资本,出具验资报告;办理企业合并、分立、清算事宜中的审计业务,出具有关报告;基本建设年度财务决算审计;代理记账;会计咨询、税务咨询、管理咨询、会计培训;法律、法规规定的其他业务。
【依法须经批准的项目,经相关部门批准后方可开展经营活动】

注册资本 人民币150.0000万元整

成立日期 2004年01月15日

住所 中国(上海)自由贸易试验区临港新片区
环湖西二路888号A楼652室

市场主体身份信息码,记录、监督信息,除更多应用服务。



登记机关

2022年11月25日