

**Designit T.L.V. Ltd.**

**Financial Statements**

**As at March 31, 2026**

2

**Financial Statements at March 31, 2026**

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**Auditor's Report to the Shareholders of**  
**Designit T.L.V. Ltd.**

I have audited the accompanying balance sheets of **Designit T.L.V. Ltd.** (hereinafter – “the Company”) as at March 31, 2026 and 2025, and the Company's statements of operations and the statements of changes in shareholders' equity for the years ended on those dates. These financial statements are the responsibility of the Company's Board of Directors and its Management. My responsibility is to express an opinion on these financial statements based on my audits.

I conducted my audits in accordance with generally accepted auditing standards, including those prescribed by the Auditors' Regulations (Auditor's Mode of Performance), 1973. Those standards require that I plan and perform the audits to obtain reasonable assurance that the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles applied and significant estimates made by the Company's Board of Directors and its Management, as well as evaluating the overall financial-statement presentation. I believe that my audits provide an appropriate basis for my opinion.

In my opinion, the above-mentioned financial statements present fairly, in accordance with generally accepted accounting principles, in all material respects, the financial position of the Company at March 31, 2026 and 2025

8, and the results of its operations and the changes in its shareholders' equity for each of the years ended on those dates – based on the historical cost convention in nominal historical values.

As stated in Note 2, the above-mentioned financial statements are presented in reported amounts, in accordance with accounting standards of the Israeli Accounting Standards Board.

Nativ Ben-Zeev  
Certified Public Accountant (Isr.)

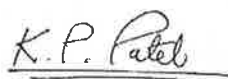
May 26, 2024

## Balance Sheets

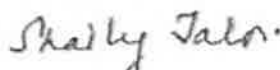
	note	31.03.26	31.03.25		note	31.03.26	31.03.25
New Israeli Shekels				New Israeli Shekels			
<b>ASSETS</b>				<b>LIABILITIES AND EQUITY</b>			
<b>Current Assets</b>				<b>Current Liabilities</b>			
Cash		2,206,897	1,060,908				
Trade receivables	3	2,939,886	2,329,669	Trade payables		300,747	316,393
Other receivables	4	426,016	1,493,234	Other payables and credit balances	6	1,462,929	5,031,171
		<u>5,572,799</u>	<u>4,883,811</u>			<u>1,763,676</u>	<u>5,347,564</u>
<b>Non – Current Assets</b>				<b>Non – Currents Liabilities</b>			
Net Fixed assets	2,5	57,652	7,279				
Establishment expenses		<u>2,880</u>	<u>2,880</u>				
		<u>60,532</u>	<u>10,159</u>				
		<u>5,633,331</u>	<u>4,893,970</u>	Shareholders' Equity	7-8	<u>3,869,655</u>	<u>(453,594)</u>
						<u>5,633,331</u>	<u>4,893,970</u>



Keri Dawson  
Manager



Kushal Patel



Shaily Jain

The notes to the financial statements are an integral part thereof.

**Statements of Operations**

	<u>Note</u>	<u>Year</u>	<u>Year</u>
		<u>Ended</u>	<u>Ended</u>
		<u>31.03.26</u>	<u>31.03.25</u>
<u>New Israeli Shekels</u>			
Revenues		11,148,197	9,067,361
Cost of work performed (List A)		<u>(7,829,249)</u>	<u>(7,675,638)</u>
<b>Gross profit</b>		3,318,948	1,391,723
Administrative and general expenses (List B)		<u>(2,958,886)</u>	<u>(6,408,028)</u>
<b>Income (loss) before financing expenses</b>		360,062	(5,016,305)
Financing income/(expenses)		<u>12,128</u>	<u>(52,864)</u>
<b>Income (loss) after financing income</b>		372,190	(5,069,169)
Other income	5	<u>-</u>	<u>(7,834)</u>
<b>Income (loss) before taxes on income</b>		372,190	(5,077,003)
Taxes on income		<u>-</u>	<u>-</u>
<b>Net income (loss) for the period</b>		<u><u>372,190</u></u>	<u><u>(5,077,003)</u></u>

The notes to the financial statements are an integral part thereof.

## Statements of Changes in Shareholders' Equity

	Share Capital	Premium on Shares	capital note	Capital Reserve	Retained Earnings	Total
	New Israeli Shekels					
<b>Balance at March 31, 2024</b>	<u>85</u>	<u>698,447</u>	<u>6,609,000</u>	<u>(77,012)</u>	<u>(6,389,792)</u>	<u>840,732</u>
capital note	-	-	3,782,677	-	-	3,782,677
Income for the period April 2024 –March 2025	-	-	-	-	(5,077,003)	(5,077,003)
<b>Balance at March 31, 2025</b>	<u>85</u>	<u>698,447</u>	<u>10,391,677</u>	<u>(77,012)</u>	<u>(11,466,795)</u>	<u>(453,594)</u>
capital note	-	-	3,951,059	-	-	3,951,059
Loss for the period April 2025 –March 2026	-	-	-	-	372,190	372,190
<b>Balance at March 31, 2026</b>	<u>85</u>	<u>698,447</u>	<u>3,951,059</u>	<u>(77,012)</u>	<u>(11,094,605)</u>	<u>3,869,655</u>

The notes to the financial statements are an integral part thereof.

**Note 1- General**

- A. The Company was established on March 1, 2005 and commenced its activities on the same date.  
 B. The Company is engaged in provision of services in the area of product design.  
 C. As part of the said issuance, the Company's name was changed from "Nicenet Ltd." to "Designit T.L.V. Ltd." (see also Note 13).

**Note 2- Significant Accounting Policies****A. Effect of Changes in the Purchasing Power of the Israeli Currency and Transition to Reported Amounts**

- (1) These financial statements are prepared on the basis of reported amounts as required by standards of the Israeli Accounting Standards Board.  
 (2) A reported amount for purposes of the accounting standards is the adjusted amount as at the transition date (December 31, 2003) plus amounts in nominal values added after the transition date and less amounts eliminated after this date.

**B. Fixed Assets**

- (1) The fixed assets are presented at cost less accumulated depreciation.  
 (2) In 2018 due to change of fixed assets policy by parent company, Designit TLV has changed the calculation of depreciation according to new policy to the following rets:

	%
Computers	50
Electronic equipment	20
Furniture and equipment	20
Leasehold improvements	20

The parent company decided that items less then 1000 EUR should be fully depreciated in the year in which it was purchased.  
 Depreciation for Tax Authorities is calculated according to Israeli rules.

As of October 2021, a company has changed the rate of reduction of computers to 33% and mobile phones to 50%  
 Instead of their complete depreciation, comparison numbers have not been corrected.

**C. Statement of Cash Flows**

A statement of cash flows was not prepared since, in the opinion of Company management, it would not add significant information to the financial statements.

**Note 3- Trade Receivables**

	31.03.26	31.03.25
	New Israeli Shekels	
Trade receivables	3,099,298	2,335,402
Less – provision for doubtful debts	(159,412)	(5,733)
	<u>2,939,886</u>	<u>2,329,669</u>

**Note 4- Other Receivables**

	31.03.26	31.03.25
	New Israeli Shekels	
Assessing officer	155,088	145,188
Sister companies	-	-
Income receivable	106,768	1,173,489
Rent deposit	61,250	61,250
Prepaid expenses	102,910	113,307
	<u>426,016</u>	<u>1,493,234</u>

**Note 5- Fixed Assets less Accumulated Depreciation**

	Cost		Accumulated Depreciation		Depreciated Cost	
	31.03.26	31.03.25	31.03.26	31.03.25	31.03.26	31.03.25
	New Israeli Shekels		New Israeli Shekels		New Israeli Shekels	
Computers	279,048	209,328	221,396	202,049	57,652	7,279
	<u>279,048</u>	<u>209,328</u>	<u>221,396</u>	<u>202,049</u>	<u>57,652</u>	<u>7,279</u>

In 2024, the company abandoned its offices and consequently depreciated the improvements to the leased premises and the furniture, and at the same time disposed of some of the equipment, which created a capital loss of 7,834 new shekels.

**Note 6- Other Payables and Credit Balances**

	31.03.26	31.03.25
	New Israeli Shekels	
Sister company	519,164	4,056,817
Provision for bonus	37,297	68,308
Value Added Tax	212,039	57,917
Salary-related agencies, Employees	533,056	602,417
Accrued expenses	20,114	68,722
Provision for recreation	34,431	36,715
Provision for vacation	96,267	133,915
Credit companies	10,561	6,360
	<u>1,462,929</u>	<u>5,031,171</u>

**Note 7- Share Capital**

	<u>Authorized</u>	<u>Issued</u>	<u>Paid Up</u>
	<u>At March 31, 2026</u>		
Ordinary shares of NIS 1 par value	<u>50,000</u>	<u>85</u>	<u>85</u>

**Note 8- Acquisition by the Company of its Own Shares**

- A. On December 14, 2022, the company received a loan from the parent company in the amount of 270 thousand euros which bears interest Euro Short-term Rate ("€STR") rate plus 85 basis points.
- B. On March 31, 2024, the company converted the loans in the amount of 6,609 thousand shekels into a non-interest-bearing bond.  
The company presents the capital deed as part of the equity

**Note 9- Leases**

The company chose to implement the standard retrospectively, and presented the cumulative effect of implementing the standard for the first time in coordination with the opening balance of the surplus on the first date of application, ie March 31, 2019.

At the date of first implementation, real estate and group leases that were treated as operating leases were recognized as assets and liabilities in the report on the Group's financial situation as follows:

- Lease commitments were recognized and measured at the date of initial application for the current value of remaining lease payments, be capitalized by using the group's additional interest rate on each lease at the time of first application.
- The right of use has been recognized and measured at the time of application for the first time in the books value as if the standard had been implemented from the date the lease was started, But capitalized on the lessee's additional interest rate at the time of application for the first time.

The cost of the asset is a right of use consists of the first measurement amount of a lease commitment, any lease payments made on or before the start date and initial direct costs.

Subsequently, a right of use is measured at cost less deduction accumulated depreciation and Impairment losses.

Where the Group is committed to the costs of dismantling and removing the base asset, restoring the site where the asset is located or replaced against the cost IAS 37 the underlying asset for a condition that is in accordance with the terms of the lease, the group Recognizes the provision in accordance with Property right of use unless these costs are Incurred to produce inventory.

In the accounting year, the company abandoned the offices and as a result, all assets and liabilities were derecognized in accordance with IFRS 16.

**Notes to the Financial Statements March 31, 2025****Note 10- Option's plan for employees**

During the year 2020, options of the parent company were issued to one of company's employees. According to the option plan, in 2021 and 2022 the parent company debited the company for 26,791 And (81,835), respectively. This amount was reflected at these financial statements as a part of option plan expenses.

**Note 11- Related Parties**

	31.03.26	31.03.25
	New Israeli Shekels	
<b>Balance Sheet Balances:</b>		
Wipro Limited	(453,093)	-
Designit Spain Digital S.L.U	(28,815)	(229,758)
Designit Denmark A/S	-	(1,598,291)
Designit Germany GmbH	-	(37,726)
Wipro Technologies GmbH	-	(6,925)
Designit Oslo AS	-	(61,420)
Designit Denmark A/S Branch in London	-	(1,262,566)
Wipro Limited (UK)	-	(98,816)
Wipro Designit Services, Inc.	(23,411)	(81,290)
Wipro Limited (India)	(13,845)	(680,028)
	<u>(519,164)</u>	<u>(4,056,820)</u>
<b>Revenues and Expenses</b>		
	31.03.26	31.03.25
	New Israeli Shekels	
<b>Revenues</b>		
Designit Spain Digital S.L.U	-	1,758
Designit Denmark A/S	-	-
Designit Germany GmbH	-	278,157
Designit Oslo AS	-	2,715
Designit Denmark A/S Branch in London	-	2,238
Wipro Limited	1,728,998	-
Wipro Designit Services, Inc.	-	86,087
Wipro Limited (India)	521,881	-
Designit A/S	-	25,209
	<u>2,250,879</u>	<u>396,164</u>
<b>Expenses</b>		
Designit Spain Digital S.L.U	150,465	527,383
Designit Germany GmbH	-	267,407
Wipro Designit Services, Inc.	-	166,045
Wipro Technologies GmbH	-	2,525
Designit Oslo AS	-	216,988
Designit Denmark A/S Branch in London	53,757	478,950
Wipro Limited	237,132	313,786
	<u>441,354</u>	<u>1,973,084</u>

**List A – Cost of Work Performed**

	<b>Year Ended</b>	<b>Year Ended</b>
	<b>31.03.26</b>	<b>31.03.25</b>
	<b>New Israeli Shekels</b>	
Salaries -Designers	5,741,554	6,020,608
Foreign travel	-	-
Subcontractors	2,087,695	1,655,030
	<u>7,829,249</u>	<u>7,675,638</u>

The notes to the financial statements are an integral part thereof.

**List B – Administrative and General Expenses**

	Year Ended	Year Ended
	31.03.26	31.03.25
New Israeli Shekels		
Salaries and salary related expenses, Administration	1,728,346	2,158,139
Commissions to banks and credit companies	10,635	20,447
Messengers and deliveries	2,060	4,718
Maintenance and cleaning	1,679	113,058
Communications	827	28,094
PC requirements	106,346	86,456
Entertainment	233	1,156
Insurance	37,490	47,150
Office expense	239	7,141
Professional services	48,000	86,800
Reimbursement of expenses to Holding Company	237,132	2,553,765
Fees and impositions	1,338	1,306
Advertising	6,405	18,126
Office Insurance	5,971	7,668
Office rent	463,050	476,849
Electricity	2,109	15,974
Vehicle maintenance (including depreciation)	1,244	3,238
Doubtful debts	153,679	5,733
Professional literature and professional education	4,449	20,354
Municipal taxes	-	196,383
Legal fees	15,716	15,019
Domestic travel	12,909	4,655
Foreign travel	4,476	9,837
Option's plan for employees (see Note 11)	34,507	-
Refreshments and gifts	60,699	123,503
Depreciation of use right (see Note 10)	-	293,196
Depreciation	19,347	109,263
	<u>2,958,886</u>	<u>6,408,028</u>

The notes to the financial statements are an integral part thereof.