

BOB KAKARALA
CERTIFIED PUBLIC ACCOUNTANT

AVANT-GARDE INFOSYSTEMS, INC
FINANCIAL STATEMENTS
DECEMBER 31, 2019

BOB KAKARALA

CERTIFIED PUBLIC ACCOUNTANT

Management
AVANT-GARDE INFOSYSTEMS, INC
Houston, Texas

Management is responsible for the accompanying financial statements of AVANT - GARDE INFOSYSTEMS, INC which comprise the statement of assets, liabilities, and equity-tax basis as of December 31, 2019, and the related statement of revenues and expenses-tax basis for three months and nine months then ended in accordance with the tax basis of accounting, and for determining that the tax basis of accounting is an acceptable financial reporting framework. I have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. I did not audit or review the financial statements nor was I required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, I do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The financial statements are prepared in accordance with the tax basis accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements prepared on the tax basis accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Company's assets, liabilities, equity, revenues and expenses. Accordingly, the financial statements are not designed for those who are not informed about such matters.

Bob Kakarala

Bob Kakarala, CPA
Houston, Texas

January 24, 2020

AVANT-GARDE INFOSYSTEMS, INC
STATEMENT OF REVENUES AND EXPENSES-TAX BASIS
FOR THREE MONTHS AND NINE MONTHS ENDED DECEMBER 31, 2019

	<u>Oct 1st to Dec 31st 2019</u>	<u>April 1st to Dec 31st 2019</u>
Revenue		
Sales	\$ -	\$ 37,500.00
Interest Income	10.20	10.27
Total Income	<u>\$ 10.20</u>	<u>\$ 37,510.27</u>
Cost of Goods Sold		
SUBCONTRACT SERVICES	<u>\$ -</u>	<u>\$ 35,350.00</u>
Total COGS	<u>\$ -</u>	<u>\$ 35,350.00</u>
Gross Profit	<u>\$ 10.20</u>	<u>\$ 2,160.27</u>
Expense		
AMORTIZATION EXPENSES	\$ 28.50	\$ 85.50
BANK CHARGES	152.86	473.86
LICENSES & PERMITS	-	109.00
PAYROLL EXPENSES	-	6,000.00
PAYROLL TAX	-	459.00
PROFESSIONAL FEES	4,800.00	5,392.57
TAXES	204.85	1,029.85
TELEPHONE & INTERNET	<u>450.75</u>	<u>1,502.50</u>
Total Expense	<u>\$ 5,636.96</u>	<u>\$ 15,052.28</u>
Net Income	<u><u>\$ (5,626.76)</u></u>	<u><u>\$ (12,892.01)</u></u>

AVANT-GARDE INFOSYSTEMS, INC
STATEMENT OF ASSETS, LIABILITIES, AND EQUITY-TAX BASIS
AS OF DECEMBER 31, 2019

ASSETS

Current Assets

WELLS FARGO CHK #7475	\$	2,849.75
WELLS FARGO SAVINGS #18303		952,456.20
PAYROLL ADVANCE		4,941.00
PAYROLL TAX TO BE REFUNDED		1,518.00
SOFTWARE DEVELOPMENT		316,550.00

Total Current Assets \$ 1,278,314.95

Other Assets

ORGANIZATION EXPENSES	\$	9,907.00
ACCUMULATED AMORTIZATION		(9,465.50)

Total Other Assets \$ 441.50

TOTAL ASSETS \$ 1,278,756.45

LIABILITIES & EQUITY

Current Liabilities

LOAN FROM JYOTI RAJU	\$	20,000.00
LOAN FROM RAJU MANTHENA		8,000.00
LOAN FROM SITARAMA MANTHENA		3,610.00
LOAN FROM SREELAKSHMI MANTHENA		1,400.00
MILLENIUUM STRATEGIC GROUP INC		1,000,000.00

Total Current Liabilities \$ 1,033,010.00

Total Liabilities \$ 1,033,010.00

Equity

CAPITAL STOCK	\$	1,201,523.66
RETAINED EARNINGS		(942,885.20)
NET INCOME/(LOSS)		(12,892.01)

Total Equity \$ 245,746.45

TOTAL LIABILITIES & EQUITY \$ 1,278,756.45