

READEN HOLDING CORP.
CONSOLIDATED BALANCE SHEET
FOR THE YEAR ENDED JUNE 30, 2021
(unaudited)

	As at 30/6/2021	As at 30/6/2020
ASSETS in US dollars		
Current assets		
Cash and cash equivalents	11,441	6,410
Accounts receivable	14,756,772	426,316
Inventory	164,090	106,113
Note receivable - related party	78,787	71,880
Interest receivable	1,338,292	-
Current Taxes	12,902	17,333
Other current assets	132,756	154,323
Total current assets	16,495,040	782,375
Other assets		
Property and equipment, net	93,410	559,511
Goodwill	-	-
Investment available for sale	162,266	-
Intangible assets	512,745	501,122
Deposits	63,260	-
Loan receivables	8,001,136	-
Loan to related parties	138,592	-
Interest in associates (TNMD 2,262,455 shares)	1,312,224	-
Total other assets	10,283,633	1,060,633
Total assets	26,778,673	1,843,008

READEN HOLDING CORP.
CONSOLIDATED BALANCE SHEET
FOR THE YEAR ENDED JUNE 30, 2021
(unaudited)

	As at 30/6/2021	As at 30/6/2020
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Accounts payable	3,401,314	189,348
Consignment stock	-	-
Interest payable	763,766	16,321
Advances payable - related parties	109,310	4,774
Loan to related parties	580,000	
Loan to directors	265,318	
Director fees payable	14,160	-
Loans payable	378,334	427,890
Notes payable	158,111	158,111
Other current liabilities	163,402	167,661
Total current liabilities	5,833,715	964,105
Other liabilities		
Loans payable, net of current portion	4,980,959	341,133
Other non-current liabilities	4,878	9,117
Total liabilities	4,985,837	350,250
Stockholders' Equity		
Convertible preferred stock	767	767
Common Stock	14,175,476	263,476
Additional paid-in capital	644,500	644,500
Exchange reserve	71,275	(25,868)
Subordinated loan Non-controlling interest	908,058	1,128,999
Non controlling interest provision	596,324	596,324
Retained earnings previous periods	-	(1,404,080)
Retained earnings previous periods for Okepay NZ	-	-
Retained earnings previous periods for Fligro	-	-
Retained earnings this period	1,853,282	(675,465)
Total Stockholders' equity	15,959,121	528,653
Total liabilities	26,778,673	1,843,008

READEN HOLDING CORP.
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED JUNE 30, 2021
(unaudited)

	As at 30/6/2021	As at 30/6/2020
Revenue	1,998,723	1,412,148
Cost of goods sold	663,885	1,244,579
Gross profit	<u>1,334,838</u>	<u>167,569</u>
Operating expenses	294,503	
General and administrative expenses	799,574	712,812
Total operating expenses	1,094,077	712,812
Income (loss) from operations	<u>240,761</u>	<u>(545,243)</u>
Profit attributable from an associate		
Other income / (expense)		
Finance costs	(149,583)	(24,312)
Financial loss deposit	-	-
Income tax	(26,585)	(105,910)
Impairment Loss		
Revaluation of assets	(452,258)	-
Other income/ loss	936,132	-
TNMD transaction	1,312,224	-
Foreign exchange gain/ loss	(7,409)	-
Total other income/ (expense)	1,612,521	(130,222)
Tax	-	-
Net income (loss)	<u><u>1,853,282</u></u>	<u><u>(675,465)</u></u>

READEN HOLDING CORP.
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2021
(unaudited)

Cash flows from operation activities

Net Income (loss)	1,853,282	
Depreciation and amortization		----- 1,853,282

Changes in operating assets and liabilities:

Accounts receivable	increase	- 14,330,456	
Inventory	increase	- 57,977	
Note receivable - related party	increase	- 6,907	
Interest receivable	increase	- 1,338,292	
Current taxes	decreased	4,431	
Other current assets	decreased	21,567	
	increase		----- 15,707,634

Property and equipment	decreased	466,101	
Goodwill		-	
Investment available for sale	increase	- 162,266	
Intangible assets	increase	- 11,623	
Deposits	increase	- 63,260	
Loan to receivables	increase	- 8,001,136	
Loan to related parties	increase	- 138,592	
Interest in associates	increase	- 1,312,224	
	increase		----- 9,223,000

Accounts payable	increase	3,211,966	
Interest payable	increase	747,445	
Advances payable related parties	increase	104,536	
Loan to related parties	increase	580,000	
Loan to directors	increase	265,318	
Director fees payable	increase	14,160	
Loans payable	decreased	- 49,556	
Other current liabilities	decreased	- 4,259	
	increase		----- 4,869,610

Notes payable		-	
Notes payable - related parties		-	
Loans payable, net of current portion	increase	4,639,826	
Other non current liabilities	decrease	- 4,239	
	increase		----- 4,635,587

Change in exchange reserve		97,143	
Change in subordinated loan non-controlling interest		- 220,941	
Change in earnings previous periods		- 211,016	

Cash flows from financing activities

Issue of shares	increase		13,912,000
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Net change in cash and cash equivalent 5,031

Cash and cash equivalent at beginning of period 6,410

Cash and cash equivalent at end of period 11,441

READEN HOLDING CORP
 CONSOLIDATED STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY
 FOR THE YEAR ENDED JUNE 30, 2021
 (unaudited)

	Preferred Stock Series D		Common Stock		Additional Paid-in Capital and other Reserve	Exchange Reserve	Accumulated (loss)/Profits	Shareholders' Equity	Non- controlling Interest	Total Equity
	Shares	Par Value \$	Shares	Par Value \$						
As at July 1, 2020	766,667	767	263,467,074	263,476	644,500	(25,868)	(2,079,545)	525,653	0	528,653
Exchange difference						97,143				
Share bought back from:										
Kwok Kweng Lam			- 19,000,000	- 380,000						
Hoi Wah Ruby			- 5,000,000	- 100,000						
Patrick Chia Hung Ching			- 5,000,000	- 100,000						
Mr. Hee Loy Yuen			- 200,000	- 8,000						
Shars issued to Okepay NZ Limited			75,000,000	12,250,000						
Shars issued to Quentin Societe			15,000,000	2,250,000						
Retained earnings previous periods for Okepay NZ							- 179,361			
Retained earnings previous periods for Fligro							- 31,655			
Net Profit for the year ended June 30, 2021							1,853,282			
As at June 30, 2021	766,667	767	324,267,074	14,175,476	644,500	71,275	(437,279)	15,959,121	0	15,959,121

READEN HOLDING CORP.
NOTE TO CONSOLIDATED STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(unaudited)

1. Background

Readen Holding Corp., a Nevada corporation, was originally incorporated in the state of Idaho under the name of "Beacon Light Mining Company" in 1953. In 1997, we created a wholly-owned subsidiary with the same name in the state of Nevada. We then merged into the Nevada subsidiary and became a Nevada corporation. We were reincorporated in Nevada on November 19, 1997, under the name "Beacon Light Mining Company." On February 18, 1998, we changed our name to "Beacon Light Holding Corporation." On August 3, 2001, we changed our name to Wellux International, Inc. and operated under that name until May 5, 2005, when we changed our name to Readen Holding Corp. The Company is engaged in the business of identifying and acquiring privately held equity holdings in various entities worldwide.

2. Basis of Presentation

The accompanying consolidated financial statements include the accounts of the Company and its subsidiaries. All intercompany balances and transactions have been eliminated in consolidation. The accompanying unaudited consolidated financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America and in Management's opinion, reflect all adjustments, including normal recurring adjustments, necessary to present fairly the Company's financial position at June 30, 2021, and the results of operations and cash flows for the year ended June 30, 2021. The results of operations for the June 30 ended June 30, 2021 are not necessarily indicative of the results that the Company will have for any subsequent fiscal year. The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires Management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

3. Liquidity and Operations

The Company had net profit of \$1,853,282 for the year ended June 30, 2021. As of June 30, 2021, the Company had cash of \$11,441, accounts receivable of \$14,756,772, inventory of \$164,090 and accounts Payable of \$3,401,314. At the Company's discretion, they may decide to raise additional capital in the future through equity or debt financing.

4. Summary of Significant Accounting Policies

Cash and Cash Equivalents - The Company considers all highly liquid debt instruments with original maturities of three months or less to be cash equivalents.

Revenue Recognition - The Company recognizes revenue from product sales when persuasive evidence of an arrangement exists, shipment has occurred, the seller's price to the buyer is fixed or determinable and collectability is reasonably assured.

Research and Development Expenses - Research and development expenses are charged to operations in the period incurred

Selling and Marketing Expenses - Selling and marketing expenses are expensed as incurred.

General and Administrative Expenses - General and administrative expenses are expensed as incurred. These expenses were \$1,094,077 for the year ended June 30, 2021.

Use of Estimates - The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the balance sheet and the reported amounts of revenue and expenses during the reporting period. Significant estimates include the Company's debt discount, and share-based compensation expense. Actual results could differ from these estimates.

Stock-Based Compensation - The Company accounts for stock-based compensation under the provisions of FASB ASC 718 (Statement of Financial Accounting Standards No. 123 (revised 2004), "SHARE-BASED PAYMENT"), which requires the Company to measure the stock-based compensation costs of share-based compensation arrangements based on the grant date fair value and generally recognizes the costs in the financial statements over the employee's requisite service period. Stock-based compensation expense for all stock-based compensation awards granted was based on the grant date fair value estimated in accordance with the provisions of FASB ASC 718.

Income Taxes - The Company accounts for its income taxes under the provisions of FASB-ASC-10 "Accounting for Income Taxes." This statement requires the use of the asset and liability method of accounting for deferred income taxes. Deferred income taxes reflect the net tax effects of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for income tax reporting purposes, at the applicable enacted tax rates. The Company provides a valuation allowance against its deferred tax assets when the future realization of the assets is no longer considered to be more likely than not.

Convertible Notes Payable - The Company accounts for any convertible notes payable under the provisions of FASB ASC 470 (Staff Position No. APB 14-1 "Accounting for Convertible Debt Instruments that may be Settled in Cash upon Conversion (including partial cash settlement)"). FASB ASC 470 clarifies that convertible debt instruments that may be settled in cash upon conversion (including partial cash settlement) are not addressed by FASB ASC 470-20-65-1 (paragraph 12 of APB Opinion No. 14, "Accounting for Convertible Debt Instruments", Debt and Debt Issued with Stock Purchase Warrants"). Additionally, FASB ASC 470 specifies that issuers of such instruments should separately account for the liability and equity components in a manner that will reflect the entity's nonconvertible debt borrowing rate when interest cost is recognized in subsequent periods.

5. Balance Sheet Information

Property and equipment - As of June 30, 2021, the Company owned buildings, furniture, plant and equipment with a net value of \$93,410. Property and equipment are stated at cost, net of accumulated depreciation. Expenditures for maintenance and repairs are expensed as incurred; additions, renewals

and betterments are capitalized. Depreciation of property and equipment is provided using the straight-line method with estimated lives ranging from 3 to 27.5 years as follows:

Total Property and equipment \$93,410

Intangible Asset of \$512,745

Advances Payable - related parties - During the year ended June 30, 2021, the amount is \$109,310

Interest Payable: during the June 30 ended June 30, 2021 is \$763,766

Other current liabilities - As of June 30, 2021, the Company owes \$163,402 to various companies.

6. Stockholders' Equity

DESCRIPTION OF SECURITIES:

The Company is authorized to issue up to 295,000,000 shares of common stock (1), par value \$.001 per share, of which 324,267,074 shares were issued and outstanding as of June 30, 2021. The Company is also authorized to issue up to 5,000,000 shares of Series B Preferred convertible stock, par value \$.001 per share, of which 766,667 shares were issued and outstanding as of June 30, 2021.

Common stock:

The Company is authorized to issue up to 295,000,000 shares of common stock, par value \$.001 per share, of which 324,267,074 shares were issued and outstanding as of June 30, 2021.

Each shareholder is entitled to one vote for each share of common stock owned of record. The holders of shares of common stock do not possess cumulative voting right, which means that the holders of more than 50% of the outstanding shares voting for the election of directors can elect all of the directors, and in such event the holders of the remaining shares will be unable to elect any of our directors.

Holders of outstanding shares of common stock are entitled to receive dividends out of assets legally available at such times and in such amounts as our Board of Directors may determine. Upon our liquidation, dissolution, or winding, the assets legally available for distribution to our shareholders will be distributable ratably among the holders of the shares outstanding at the time. Holders of our shares of common stock have no pre-emptive, conversion, or subscription rights, and our shares of common stock are not subject to redemption. All our shares of common stock are fully paid and non-assessable.

Preferred stock:

The Company is authorized to issue 5,000,000 shares of Series B Preferred Stock at a par value of \$.001 per share. The Company had 766,667 issued and outstanding Series B Preferred Stock shares as of June 30, 2021.

The Series B Preferred Shares have no voting rights, may each be converted into one share of common stock and bear dividends at a rate of 8.5% of their stated value per annum, which are cumulative and accrue daily from the date they are issued at an interest rate of 1.5% per month.

7. Stock Options and Warrants

As of June 30, 2021, the Company had not issued any options or warrants.

8. Commitments and Contingencies

Employment agreements - The Company has recorded all commitments as of June 30, 2021.

The Company, as of June 30, 2021 has no additional financial commitments that would represent long term commitments on behalf of the Company.

9. Related Party Transactions

As described in Note 5, above, the Company has a note receivable – related party, advances payable – related parties, director fees payable and interest payment commitments with certain related individuals.

10. Share Based Compensation

As described in Note 5, above, the Company compensates its officers, directors and management with common stock shares pursuant to the terms of the employment agreements.

11. Legal Matters

None.

12. Subsequent Events

The Company is not aware of any subsequent matters requiring disclosure at this time.

- End of Report –