

READEN HOLDING CORP.
CONSOLIDATED BALANCE SHEET
FOR THE PERIOD ENDED MARCH 31, 2022
(unaudited)

	As at 31/3/2022	As at 30/6/2021
ASSETS in US dollars		
Current assets		
Cash and cash equivalents	37,582	11,441
Accounts receivable	655,926	14,756,772
Inventory	164,090	164,090
Note receivable - related party	78,787	78,787
Interest receivable	1,546,815	1,338,292
Current Taxes	12,902	12,902
Other current assets	132,756	132,756
Total current assets	<u>2,628,858</u>	<u>16,495,040</u>
Other assets		
Property and equipment, net	104,316	93,410
Goodwill	12,250,000	-
Investment available for sale	2,562,266	162,266
Intangible assets	534,270	512,745
Deposits	45,196	63,260
Loan receivables	8,381,136	8,001,136
Loan to related parties	451,704	138,592
Interest in associates (TNMD)	1,312,224	1,312,224
Total other assets	<u>25,641,112</u>	<u>10,283,633</u>
Total assets	<u><u>28,269,970</u></u>	<u><u>26,778,673</u></u>

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CONSOLIDATED BALANCE SHEET
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(unaudited)

	As at 31/3/2022	As at 30/6/2021
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Accounts payable	4,091,558	3,401,314
Interest payable	862,316	763,766
Advances payable - related parties	469,708	109,310
Loan to related parties	689,917	580,000
Loan to directors	231,593	265,318
Director fees payable	14,160	14,160
Loans payable	378,334	378,334
Notes payable	158,111	158,111
Other current liabilities	111,321	163,402
Total current liabilities	7,007,018	5,833,715
Other liabilities		
Loans payable, net of current portion	4,980,959	4,980,959
Other non-current liabilities	4,878	4,878
Total liabilities	4,985,837	4,985,837
Stockholders' Equity		
Convertible preferred stock	767	767
Common Stock	14,674,217	14,175,476
Additional paid-in capital	644,500	644,500
Exchange reserve	71,275	71,275
Subordinated loan Non-controlling interest	908,058	908,058
Non controlling interest provision	596,324	596,324
Retained earnings previous periods	(684,613)	(2,079,545)
Retained earnings previous periods for Okepay NZ	-	(179,361)
Retained earnings previous periods for Fligro	-	(31,655)
Retained earnings previous periods for Ares Technology	-	-
Retained earnings this period	66,587	1,853,282
Total Stockholders' equity	16,277,115	15,959,121
Total liabilities	28,269,970	26,778,673

READEN HOLDING CORP.
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE PERIOD ENDED MARCH 31, 2022
(unaudited)

	As at 31/3/2022	As at 31/3/2021
Revenue	4,199,277	1,606,513
Cost of goods sold	3,841,689	500,245
Gross profit	<u>357,588</u>	<u>1,106,269</u>
Operating expenses	129,044	323,344
General and administrative expenses	97,599	603,699
Total operating expenses	226,643	927,043
Income (loss) from operations	<u>130,945</u>	<u>179,226</u>
Profit attributable from an associate		
Other income / (expense)		
Finance costs	(100,966)	(274,986)
Income tax	-	(12,902)
Revaluation of assets	-	(449,496)
Other income/ loss	36,657	312,984
TNMD transcation	-	1,312,224
Foreign exchange gain/ loss	(49)	(50,368)
Total other income/ (expense)	(64,358)	837,456
Tax	-	-
Net income (loss)	<u>66,587</u>	<u>1,016,681</u>

READEN HOLDING CORP
CONSOLIDATED STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY
FOR THE PERIOD ENDED MARCH 31, 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 September 1, 2021	766,667	767	340,689,902	15,096,617	644,500	71,275	-662,053	15,959,121	0	15,959,121
Exchange difference						0				
Shares issued via Private Placement			1,362,000	68,100						
Shares cancelled		-	9,810,000	-	490,500					
Acquisition of Ares Technology										
Net Profit for the period ended March 31, 2021							66,587			
As at March 31, 2021	<u>766,667</u>	<u>767</u>	<u>332,241,902</u>	<u>14,674,217</u>	<u>644,500</u>	<u>71,275</u>	<u>-595,466</u>	<u>16,277,115</u>	<u>0</u>	<u>16,277,115</u>

READEN HOLDING CORP.
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED MARCH 31, 2022
(unaudited)

Cash flows from operation activities

Net Income (loss)	66,587	
	-----	66,587

Changes in operating assets and liabilities:

Accounts receivable	Decrease	- 14,100,846	
Interest receivable	Increase	208,523	
	Decrease	-----	13,892,323

Property and equipment	Increase	10,906	
Goodwill	Increase	12,250,000	
Investment available for sale	-	2,400,000	
Intangible assets	Increase	21,525	
Deposits	-	- 18,064	
Loan recaivables	-	380,000	
Loan to related parties	Increase	313,112	
	Increase	-----	15,357,479

Accounts payable	Increase	690,244	
Interest payable	Increase	98,550	
Advances payable related parties	Increase	360,398	
Loan to directors	Decrease	- 33,725	
Other current liabilities	-	- 52,081	
	Increase	-----	1,063,386

Change in earnings previous periods	Decrease		1,394,932
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Cash flows from finacning activities

Issue of shares	Decrease	-	8,448,000
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Net change in cash and cash equivalent			26,141
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Cash and cash equivalent at beginning of period			11,441
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Cash and cash equivalent at end of period			37,582
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READEN HOLDING CORP.
NOTE TO CONSOLIDATED STATEMENTS
FOR THE PERIOD ENDED MARCH 31, 2022
(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 March 31, 2022, and the results of operations and cash flows for the period ended March 31, 2022. The results of operations for the period ended March 31 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 income of \$66,587 for the period ended March 31, 2022.

As of March 31, 2022, the Company had cash of \$37,582, accounts receivable of \$655,926, inventory of \$164,090 and accounts Payable of \$4,091,558. 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 \$97,599 for the period ended March 31, 2022.

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 March 31, 2022, the Company owned buildings, furniture, plant and equipment with a net value of \$104,316. 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 \$104,316

Goodwill \$12,250,000

Intangible Asset of \$534,270

Advances Payable - related parties - During the period ended March 31, 2022, the amount is \$469,708

Interest Payable: during the period ended March 31, 2022 is \$862,316

Other current liabilities - As of March 31, 2022, the Company owes \$111,321 to various companies.

6. Stockholders' Equity

DESCRIPTION OF SECURITIES:

The Company is authorized to issue up to 1,000,000,000 shares of common stock, par value \$.001 per share, of which 332,241,902 shares were issued and outstanding as of March 31, 2022. 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 March 31, 2022.

Common stock:

The Company is authorized to issue up to 1,000,000,000 shares of common stock, par value \$.001 per share, of which 332,241,902 shares were issued and outstanding as of March 31, 2022.

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 March 31, 2022.

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 March 31, 2022, the Company had not issued any options or warrants.

8. Commitments and Contingencies

Employment agreements - The Company has recorded all commitments as of March 31, 2022.

The Company, as of March 31, 2022 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 –