

ENGINEERING TECHNOLOGY ASSOCIATES, INC.

AUDITED FINANCIAL STATEMENTS

TOGETHER WITH

INDEPENDENT AUDITOR'S REPORT

MARCH 31, 2015

ENGINEERING TECHNOLOGY ASSOCIATES, INC.
AUDITED FINANCIAL STATEMENTS
MARCH 31, 2015

TABLE OF CONTENTS

INDEPENDENT AUDITOR'S REPORT	1 - 2
CONSOLIDATED BALANCE SHEET	3 - 4
STATEMENT OF CONSOLIDATED INCOME & RETAINED EARNINGS	5
STATEMENT OF CONSOLIDATED CASH FLOW	6
BALANCE SHEET - PARENT	7 - 8
STATEMENT OF INCOME & RETAINED EARNINGS - PARENT	9
STATEMENT OF CASH FLOW - PARENT	10
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS	11 - 19
NOTES TO FINANCIAL STATEMENTS - PARENT	20
SUPPLEMENTARY FINANCIAL INFORMATION:	
CONSOLIDATED SCHEDULE OF REVENUE, COST OF REVENUE AND SALES, GENERAL & ADMINISTRATIVE EXPENSES	21
SCHEDULE OF REVENUE, COST OF REVENUE AND SALES, GENERAL & ADMINISTRATIVE EXPENSES - PARENT	22

Premier Accounting Solutions, Inc.
A Certified Public Accounting & Business Consulting Firm
6063 Frantz Road Suite 203 Dublin OH 43017

INDEPENDENT AUDITOR' REPORT

To the Board of Directors and Stockholders
of Engineering Technology Associates, Inc.

Report on Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Engineering Technology Associates, Inc., a Michigan corporation and subsidiaries, which comprise the consolidated balance sheet as of March 31, 2015, and the related consolidated statements of income, retained earnings, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We did not audit the financial statements of Engineering Technology Associates (Shanghai), Inc. and Engineering Technology Associates India Private Limited, two wholly owned subsidiaries, which statements reflect total assets of \$ 1,929,731 and \$ 30,060 respectively as of March 31, 2015, and total revenues of \$5,426,898 and \$30,820 respectively, for the year then ended. Those statements were audited by other auditors, whose reports has been furnished to us, and our opinion, insofar as it relates to the amounts included for Engineering Technology Associates (Shanghai), Inc. and Engineering Technology Associates India Private Limited, is based solely on the report of other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of

the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expensing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

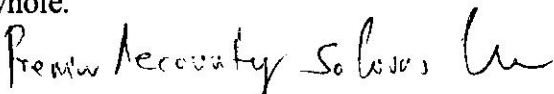
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, based on our audits and the report of the other auditors, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Engineering Technology Associates, Inc and subsidiaries as of March 31, 2015, and the results of its operations and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America,

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating information shown on page 21 is presented for purposes of additional analysis of the consolidated financial statements rather than to present the financial position, results of operations, and cash flows of the individual companies, and it is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The consolidating information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, which insofar as it relates to Engineering Technology Associates (Shanghai), Inc. and Engineering Technology Associates India Private Limited, is based on the reports of other auditors, the consolidating information is fairly stated in all material respects in relation to the consolidated financial statements as whole.


Premier Accounting Solutions, Inc.
May 23, 2015

**ENGINEERING TECHNOLOGY ASSOCIATES, INC.
CONSOLIDATED BALANCE SHEET
MARCH 31, 2015**

ASSETS

CURRENT ASSETS

Cash & Cash Equivalents		\$ 244,501
Trade Accounts Receivable	5,721,090	
Less: Allowance for Doubtful Accounts	<u>(58,000)</u>	
Trade Accounts Receivable - Net		5,663,090
Receivable Parent Co		169,785
Other Receivables		23,376
Inventory		32,666
Prepaid Expenses		162,616
Employee Advances	Note 13	23,374
Other Advances	Note 14	<u>327,310</u>
Total Current Assets		<u>6,646,718</u>

PROPERTY & EQUIPMENT - Net	Note 4	130,969
----------------------------	--------	---------

INTANGIBLE ASSETS - Net	Note 5	1,122,022
-------------------------	--------	-----------

OTHER ASSETS

Deferred Expenses	125,503	
Preoperating Expenses	<u>480</u>	
Total Other Assets		125,983

TOTAL ASSETS		<u><u>\$ 8,025,692</u></u>
--------------	--	----------------------------

Per our report attached

For and behalf of the Board

Premier Accounting Solutions, Inc.

Abraham N. Keisoglou
President

"The accompanying notes are an integral part of these financial statements."

**ENGINEERING TECHNOLOGY ASSOCIATES, INC.
CONSOLIDATED BALANCE SHEET
MARCH 31, 2015**

LIABILITIES & STOCKHOLDER'S EQUITY

CURRENT LIABILITIES

Trade Accounts Payable		\$ 1,025,022	
Accrued Expenses	Note 6	1,443,506	
Loans Payable - Related Party	Note 7	130,000	
Loans Payable - Employee	Note 8	85,525	
Deferred Revenue		39,343	
Revolving Line of Credit	Note 10	2,080,000	

Total Current Liabilities 4,803,396

LONG TERM LIABILITIES

Total Long Term Liabilities -

TOTAL LIABILITIES

4,803,396

STOCKHOLDER'S EQUITY

Common Stock-\$ 50,000 No Par shares authorized		7,200	
4,200 shares Issued and Outstanding		981,680	
Additional Paid in Capital		2,055,793	
Retained Earnings		177,623	
Gain Due to Exchange Fluctuation		177,623	

Total Stockholder's Equity 3,222,296

TOTAL LIABILITIES & STOCKHOLDER'S EQUITY

\$ 8,025,692

Per our report attached

For and behalf of the Board

Premier Accounting Solutions, Inc.

Abraham N. Keisoglou
President

"The accompanying notes are an integral part of these financial statements."

ENGINEERING TECHNOLOGY ASSOCIATES, INC.
STATEMENT OF CONSOLIDATED INCOME AND RETAINED EARNINGS
YEAR ENDED MARCH 31, 2015

REVENUE		\$ 29,589,009
COST OF REVENUE		<u>22,941,029</u>
GROSS PROFIT		6,647,980
OPERATING EXPENSES		
Sales, General & Administrative Expenses		6,061,764
		<u>6,061,764</u>
OPERATING INCOME		586,216
OTHER INCOME / EXPENSES		
Lawsuit Settlement Charges	Note 12	(400,000)
Currency Fluctuations		(23)
Other Income		18,333
Interest Income		1,384
Other Expenses		(348)
Interest Expense		<u>(103,620)</u>
Total Other Income/Expenses		(484,274)
INCOME BEFORE INCOME TAXES		101,942
INCOME TAX EXPENSE		
Federal & State Income Tax		\$ (29,105)
Foreign Income Tax		<u>(90)</u>
NET INCOME		72,747
RETAINED EARNINGS-Beginning of the Year		1,983,046
RETAINED EARNINGS-End of the Year		<u><u>\$ 2,055,793</u></u>

Per our report attached

For and behalf of the Board

Premier Accounting Solutions, Inc.

Abraham N. Keisoglou
President

"The accompanying notes are an integral part of these financial statements."

**ENGINEERING TECHNOLOGY ASSOCIATES, INC.
STATEMENT OF CONSOLIDATED CASH FLOW
FOR YEAR ENDED MARCH 31, 2015**

OPERATING ACTIVITIES:

NET INCOME	72,747
<u>Adjustments to reconcile Net Income to Net Cash provided by Operating Activities:</u>	
Depreciation & Amortization Expense	244,049
<u>Changes in Assets & Liabilities:</u>	
Increase in Accounts Receivable	(1,271,391)
Increase in Parent Co Receivable	(7,854)
Increase in Other Receivables	(23,376)
Decrease in Inventory	153,577
Increase in Prepaid expenses	(149,283)
Decrease in Receivable From Employees	262,125
Increase in Other Advances	(297,310)
Increase in Deferred Expenses	(32,294)
Increase in Exchange Fluctuation	22,021
Decrease in Trade Accounts Payable	(153,795)
Increase in Accrued Expenses	372,729
Increase in Deferred Revenue	<u>18,333</u>
Net Cash Provided in Operating Activities	(789,722)

INVESTING ACTIVITIES:

Purchase of Equipment	(11,839)
Software Development Costs	<u>(661,025)</u>
Cash Used in Investing Activities	(672,864)

FINANCING ACTIVITIES

Employee Loans	168,858
Revolving Line of Credit	<u>1,080,000</u>
Cash Used by Financing Activities	1,248,858

NET IDECREASE IN CASH	(213,728)
CASH-Beginning of the Year	458,229
CASH-End of the Year	<u>\$ 244,501</u>

SUPPLEMENTAL DISCLOSURES TO CASH FLOW STATEMENT

Interest Paid	<u>\$ 103,620</u>
Foreign Income Tax Paid	<u>\$ 90</u>

Per our report attached

For and behalf of the Board

Premier Accounting Solutions, Inc.

Abraham N. Keisoglou

" The accompanying notes are and integral part of these financial statements."

**ENGINEERING TECHNOLOGY ASSOCIATES, INC.
BALANCE SHEET-PARENT CO
MARCH 31, 2015**

ASSETS

CURRENT ASSETS

Cash & Cash Equivalents		\$ 6,163
Trade Accounts Receivable	5,023,220	
Less: Allowance for Doubtful Accounts	<u>(50,000)</u>	
Trade Accounts Receivable - Net		4,973,220
Receivable From Parent		169,785
Employee Advances		16,441
Other Advances		<u>10,000</u>

Total Current Assets 5,175,609

INVESTMENT IN SUBSIDIARIES 153,568

PROPERTY & EQUIPMENT - Net 85,866 Note 1

INTANGIBLE ASSETS - Net 1,114,451 Note 2

OTHER ASSETS

Deferred Expenses 125,503

Total Other Assets 125,503

TOTAL ASSETS \$ 6,654,997

Per our report attached

For and behalf of the Board

Premier Accounting Solutions, Inc.

Abraham N. Keisoglou
President

"The accompanying notes are an integral part of these financial statements."

**ENGINEERING TECHNOLOGY ASSOCIATES, INC.
BALANCE SHEET-PARENT CO
MARCH 31, 2015**

LIABILITIES & STOCKHOLDER'S EQUITY

CURRENT LIABILITIES

Trade Accounts Payable		\$ 859,533
Accrued Expenses	Note 3	1,383,570
Loans Payable - Related Party		130,000
Loans Payable - Employee		85,525
Revolving Line of Credit		2,080,000
Deferred Revenue		<u>21,010</u>

Total Current Liabilities 4,559,638

LONG TERM LIABILITIES

-

Total Long Term Liabilities -

TOTAL LIABILITIES

4,559,638

STOCKHOLDER'S EQUITY

Common Stock - 50,000 No Par Shares Authorized		
4,200 Shares Issued and Outstanding		7,200
Additional Paid in Capital		923,200
Retained Earnings		<u>1,164,959</u>

Total Stockholder's Equity 2,095,359

TOTAL LIABILITIES & STOCKHOLDER'S EQUITY

\$ 6,654,997

Per our report attached

For and behalf of the Board

Premier Accounting Solutions, Inc.

Abraham N. Keisoglou
President

"The accompanying notes are an integral part of these financial statements."

**ENGINEERING TECHNOLOGY ASSOCIATES, INC.
STATEMENT OF INCOME AND RETAINED EARNINGS-PARENT CO
YEAR ENDED MARCH 31, 2015**

REVENUE	\$ 24,427,662
COST OF REVENUE	<u>19,149,607</u>
GROSS PROFIT	5,278,055
OPERATING EXPENSES	
Sales, General & Administrative Expenses	4,708,569
	<u> </u>
Total Operating Expenses	<u>4,708,569</u>
OPERATING INCOME	569,486
OTHER INCOME/EXPENSES	
Interest Expense	(103,620)
Currency Fluctuations	(23)
Lawsuit Settlement Charges	<u>(400,000)</u>
Total Other Income/Expenses	(503,643)
INCOME BEFORE INCOME TAXES	65,843
INCOME TAX EXPENSE	
Federal & State Income Tax	<u>(15,411)</u>
NET INCOME	50,432
RETAINED EARNINGS-Beginning of the Year	1,114,527
RETAINED EARNINGS-End of the Year	<u><u>\$ 1,164,959</u></u>

Per our report attached

For and behalf of the Board

Premier Accounting Solutions, Inc.

Abraham N. Keisoglou
President

"The accompanying notes are an integral part of these financial statements."

**ENGINEERING TECHNOLOGY ASSOCIATES, INC.
STATEMENT OF CASH FLOW-PARENT CO
FOR YEAR ENDED MARCH 31, 2015**

OPERATING ACTIVITIES:

NET Income \$ 50,432

Adjustments to reconcile Net Income
to Net Cash provided by Operating Activities:

Depreciation & Amortization Expenses 220,176

Changes in Assets & Liabilities:

Increase in Accounts Receivable (1,743,093)

Increase in Parent Company Receivable (7,854)

Decrease in Receivable From Employees 272,831

Decrease in Prepayment & Advances 20,000

Increase in Deferred Expenses (31,814)

Decrease in Deferred Tax Assets -

Increase in Trade Accounts Payable 194,812

Increase in Accrued Expenses 410,527

Net Used in Operating Activities (613,983)

INVESTING ACTIVITIES:

Purchase of Equipment (6,546)

Software Development Costs (661,025)

Cash Used in Investing Activities (667,571)

FINANCING ACTIVITIES

Employee Loans 168,858

Repayment - Line of Credit 1,080,000

Cash provided by Financing Activities 1,248,858

NET DECREASE IN CASH (32,696)

CASH-Beginning of the Year 38,859

CASH-End of the Year \$ 6,163

SUPPLEMENTAL DISCLOSURES TO CASH FLOW STATEMENT

Interest Paid \$ 103,620

NON CASH FINANCING ACTIVITIES

Assumption of employee loans by the parent Co the amount of \$ 400,000
and subsequent transfer of the assumed debt into equity (additional Paid in capital)

Per our report attached

For and behalf of the Board

Premier Accounting Solutions, Inc.

Abraham N. Keisoglou
President

" The accompanying notes are and integral part of these financial statements."

ENGINEERING TECHNOLOGY ASSOCIATES, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES.

Organization

Engineering Technology Associates, Inc. (ETA) (The Company) was incorporated in February of 1983 in Michigan as a C-corporation and provides innovative Computer Aided Engineering (CAE) solutions to a variety of industries whereby enabling engineers to simulate the behavior of automobiles, trains, aircraft, household appliances, and consumer electronics during manufacture and use, to these products more safer, more durable and less expensive to develop. ETA is also the developer of the cutting edge software packages namely ETA-DYNAFORM and ETA-VPG. The Company has a branch office in China and also a fully owned subsidiary in China. The fully owned subsidiary was established on July 31, 2006 with initial investment of \$140,000. On April 1, 2007 100% of the ownership of the Company was acquired by a Nevada Corporation. On April, 2011, the Company established a 50% owned subsidiary in Germany with the total investment of \$11,191. During July, 2011, the Company established a 100% owned subsidiary in India with an initial investment of \$2,377. However there was no activity in the subsidiary in Germany. During February 2015 the Company registered a branch in the United Kingdom to further enhance its presence globally.

Management Estimates:

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Revenue Recognition:

In accordance with generally accepted accounting principles the Company recognizes revenue when a particular product is sold or when a particular service is rendered.

Per our report attached

Premier Accounting Solutions, Inc.

For and behalf of the board

Abraham N. Keisoglou
President

ENGINEERING TECHNOLOGY ASSOCIATES, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Contd)

Disclosures Regarding Financial Instruments:

The carrying value of cash, trade accounts receivables, accounts payable and accrued expenses are considered to approximate fair value due to the relatively short maturity of these instruments. The Company's borrowings are considered to approximate fair value based on current interest rates and terms.

Concentration of Credit risk:

The financial instruments that subject the Company to a potential credit risk are cash and accounts receivable.

Cash: The Company's cash is held at financial institutions, each of which provides Federal Deposit Insurance coverage up-to \$250,000. However as of March 31, 2015 the cash balance at these financial institutions did not exceed this amount.

Trade Accounts Receivable: The Company provides goods and services to its customers based on the evaluation of the customers' credit worthiness without requiring any collateral. However a reasonable allowance in the amount of \$58,000 is provided on the financial statements to mitigate the risk of any unanticipated losses.

Advertising & Marketing:

It is the policy of the Company to expense all advertising and marketing costs (if any) during the periods to which such advertising costs pertain. The Company does not capitalize any advertising or marketing costs. During the year ended March 31, 2015 the company incurred \$ 69,087 in advertising and marketing costs.

Cash & Cash Equivalents:

For the purpose of the statement of cash flow, the Company considers all securities (if any) with maturity of three months or less to be cash equivalents.

Per our report attached

Premier Accounting Solutions, Inc.

For and behalf of the board

Abraham N. Keisoglou
President

ENGINEERING TECHNOLOGY ASSOCIATES, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Contd)

Property Equipment:

Property & Equipment is recorded at cost. Depreciation on property and equipment is computed using the straight line method of depreciation over the estimated useful life of the asset. Leasehold improvements are depreciated using the straight line method of depreciation. Effective April 1, 2007 it is the policy of the Company to capitalize any asset with a cost of \$1,000 or more with the exception of laptops and desktops, which are capitalized even if cost of such items are less than \$1,000, and provide for a full year's depreciation in the year of purchase and no depreciation in the year of disposal. The following class lives are used for the following categories of assets.

Leasehold Improvements	1-39 Years	SL
Office Equipment	5-7 Years	SL
Computer Equipment	5-7 Years	SL
Computer Software	3-5 Years	SL
Signage	3-5 Years	SL
Automobile	5 Years	SL
Furniture & Fixtures	5-7 Years	SL

The Company provided \$33,832 in depreciation expense for the year ended March 31, 2015.

Intangible Assets:

A. Software Products & Development & Costs

Software development costs incurred by the Company in connection with its long term development projects are capitalized in accordance with accounting principles generally accepted in the United States of America. Research costs are written off when incurred. The Company has been developing and marketing a range of software products namely, VPG, PRESYS, DYNAFORM, Cad Translator, Mesh & Geometry, and LSSIA to its customers over a period of time. The product planning takes place in the Troy offices and the actual developments and enhancements to existing products takes place in the Branch office in Nanning, China. During the year the Company incurred \$ 661,025 in enhancing

Per our report attached

For and behalf of the board

Premier Accounting Solutions, Inc.

Abraham N. Keisoglou
President

ENGINEERING TECHNOLOGY ASSOCIATES, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Contd)

product features and further development of these products based upon customer feedback and competition. These software development costs are considered to be long lived assets and are amortized over 5 years. Long lived assets are viewed for impairment whenever events or changes in circumstances indicate that the carrying amount should be evaluated. Factors leading to impairment include a combination of historical losses; anticipated future losses and inadequate cash flow and inadequate product marketability. The Company provided \$ 206,884 in amortization expense for software development costs.

B. Customer List

The customer list is recorded at cost and is amortized over 15 years and the Company provided \$ 3,333 in amortization expense for the year ended March 31, 2015.

Income Taxes:

The Company is a "C Corporation" and is taxed at graduated rates based on its taxable income for federal and state income tax purposes. Accordingly \$ 29,105 has been provided for federal and state income taxes. Furthermore the company provided \$ 90 in income taxes based on its taxable income in India.

Deferred Tax:

Generally Accepted Accounting Principles requires recognition of deferred tax liabilities and assets for the expected future tax consequences of temporary differences between the book and tax basis of assets and liabilities. However the Company does not provide for deferred income tax for timing differences resulting from the amounts of assets & liabilities reported for financial reporting purposes and amounts reported for tax purposes as these amounts are immaterial mainly due to the Company being an accrual basis taxpayer. However a deferred tax asset can still arise due to net operating losses of the Company, if any.

Per our report attached

Premier Accounting Solutions, Inc.

For and behalf of the board

Abraham N. Keisoglou
President

ENGINEERING TECHNOLOGY ASSOCIATES, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Contd)

Inventory:

Inventory mainly consists of purchased software. The costs of inventory are stated at purchasing cost from suppliers, plus other pertinent cost such as transportation expenses, loading and unloading expenses, relevant customs duty etc. in bringing the inventory to the present location and condition. The inventory is calculated at lower of cost or market value.

2. DEFERRED COMPENSATION PLAN

The Company sponsors a deferred compensation plan (401 K plan) whereby all eligible employees can participate. The employee can contribute up-to the maximum statutory limit. The plan provides a discretionary employer match provision, which vests to the employee over 5 years. The plan also has a loan provision which enables the employee to borrow up-to 50% of the vested amount.

3. COMMITMENTS

Related Party Office Space Leases:

The Company leases office space from a related party under 2 separate lease agreements which are described below.

1. A five year lease agreement which commenced July 1, 2010. This lease calls for a monthly base rent payment of \$13,717.
2. A month to month lease which calls for a monthly payment of \$800.

Future minimum lease payments under all office space leases for the years ended March 31, are as follows.

Year	Amount
2016	\$ 41,151

Per our report attached

Premier Accounting Solutions, Inc.

For and behalf of the board

Abraham N. Keisoglou
President

ENGINEERING TECHNOLOGY ASSOCIATES, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2015

Equipment leases:

The Company leases tow photocopiers under two separate lease agreements:

- A thirty six month lease agreement that commenced on March 31, 2015, that calls for a monthly payment of \$339.
- A thirty six month lease agreement that commenced on April 1, 2015, that calls for a monthly payment of \$ 205.

Future minimum lease payments under both leases for the years ended March 31, are as follows.

Year	Amount
2016	\$ 6,528
2017	6,528
2018	6,189

4. PROPERTY & EQUIPMENT

	<u>Cost</u>			<u>Mar 31, 15</u>	<u>Depreciation</u>			<u>Mar 31, 15</u>	<u>Net Book Value</u>	
	<u>April 1, 14</u>	<u>Additions</u>	<u>Disposals</u>		<u>April 1, 14</u>	<u>Additions</u>	<u>Disposals</u>		<u>Mar 31, 15</u>	<u>Mar 31, 15</u>
Auto & Sign	\$ 7,471	\$ -	\$ -	\$ 7,471	\$ 7,471	\$ -	\$ -	\$ 7,471	\$ -	
Equipment	539,213	11,839	-	551,052	460,666	29,594	-	490,260	60,792	
Fern & Fixture	168,184	-	-	168,184	167,059	1,125	-	168,184	-	
Leasehold Imp	147,006	-	-	147,006	73,716	3,113	-	76,829	70,177	
Total	\$ 861,874	\$11,839	\$ -	\$ 873,713	\$ 708,912	\$ 33,832	\$ -	\$ 742,744	\$ 130,969	

5. INTANGIBLE ASSETS

	<u>Cost</u>			<u>Mar 31, 15</u>	<u>Amortization</u>			<u>Mar 31, 15</u>	<u>Net Book Value</u>	
	<u>April 1, 14</u>	<u>Additions</u>	<u>Disposals</u>		<u>April 1, 14</u>	<u>Additions</u>	<u>Disposals</u>		<u>Mar 31, 15</u>	<u>Mar 31, 15</u>
Customer List	\$ 50,000	\$ -	\$ -	\$ 50,000	\$ 33,905	\$ 3,333	\$ -	\$ 37,238	\$ 12,762	
Software	752,087	661,025	-	1,413,112	96,968	206,884	-	303,852	1,109,260	
Total	\$ 802,087	661,025	\$ -	\$ 1,463,112	\$ 130,873	\$ 210,217	\$ -	341,090	\$1,122,022	

Per our report attached

For and behalf of the board

Premier Accounting Solutions, Inc.

Abraham N. Keisoglou
President

ENGINEERING TECHNOLOGY ASSOCIATES, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2015

6. ACCRUED EXPENSES

Accrued Income Taxes	29,195
Accrued Payroll	1,236,162
Payroll Taxes Payable	124,873
Accrued Interest Payable	7,124
Accrued Expenses-Subsidiary	46,152
Total	\$ <u>1,443,506</u>

7. RELATED PARTY NOTES PAYABLE

As of March 31, 2015 the Company had 2 related party demand notes payable amounting to \$130,000. The amount of the first note is \$50,000 and calls for an interest rate of 10% per annum. The amount of the 2nd note is for \$ 80,000 and calls for an interest rate of 10% per annum.

8. EMPLOYEE NOTES PAYABLE

As of March 31, 2015 the Company had two demand notes payable to two employees totaling \$ 85,525. Each of these notes calls for an interest rate of 10% per annum.

9. ASSUMPTION OF DEBT BY PARENT CO AND SUBSEQUENT CONVERSION TO EQUITY

During October of 2014 the Parent Co of the Company, assumed the debt of employee notes payable amounting to \$ 400,000 and subsequently the assumed debt was converted to additional paid in capital (equity) as the Parent Co has no intentions of collecting the debt.

Per our report attached

Premier Accounting Solutions, Inc.

For and behalf of the board

Abraham N. Keisoglou
President

ENGINEERING TECHNOLOGY ASSOCIATES, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2015

10. REVOLVING LINE OF CREDIT

The Company currently has a revolving line of credit with a financial institution with a maximum borrowing limit of \$ 3,000,000. The line has an interest rate of BBA LIBOR daily floating rate plus 3%, matures on March 1, 2016 and is secured by all of the general assets of the Company. As of March 31, 2015 the outstanding balance on this line amounted \$ 2,080,000. The borrowing base on this line is limited to 80 % of eligible trade receivables not to exceed the maximum borrowing limit.

11. INCOME TAX BENEFITS DERIVED AS A RESULT OF THE PARENT CO (CRANES SOFTWARE, INC) FILING A CONSOLIDATED TAX RETURN WITH SUBSIDIARY (ENGINEERING TECHNOLOGY ASSOCIATES, INC).

For the years ended March 31, 2009 and March 31, 2014 the Company had federal and state income tax benefits as a result of the Company filing a consolidated tax return with its Parent Co. Therefore federal and state income taxes payable as of March 31, 2008 and March 31, 2014, have been eliminated to the extent of the benefits derived, and such benefits have been treated in accordance with the Generally Accepted Accounting Principles generally accepted in United States of America, as an equity transaction (additional paid in capital). As a result the additional paid in capital has been increased by the federal and state income tax benefits received which amounted to \$138,229 and \$ 323,518 respectively for above mentioned years.

12. LAWSUIT SETTLEMENT CHARGES

The Company was a defendant in a patent infringement lawsuit based on two patents owned by the Plaintiff. The suit was settled out of court during October of 2014 with a settlement charge totaling \$ 400,000.

13. EMPLOYEE ADVANCES

Employee advances as of March 31, 2015, in the amount of \$ 23,374 primarily consists of travel advances and other short term unsecured interest free borrowings.

Per our report attached

Premier Accounting Solutions, Inc.

For and behalf of the board

Abraham N. Keisoglou
President

ENGINEERING TECHNOLOGY ASSOCIATES, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2015

14. OTHER ADVANCES:

Other advances as of March 31, 2015, in the amount of \$ 327,310 consists a unsecured interest free loan to an entity in the amount of \$ 10,000 and advances paid to suppliers in the amount of \$ 317,310 by the Company's subsidiary in China.

15. SUBSEQUENT EVENTS

Generally Accepted Accounting Principles defines subsequent events as events or transactions that occur after the statement of financial position date, but before the financial statements are issued or are available to be issued. Management has evaluated subsequent events through May 23, 2015, the date on which the financial statements were available to be issued.

Per our report attached

Premier Accounting Solutions, Inc.

For and behalf of the board

Abraham N. Keisoglou
President

**ENGINEERING TECHNOLOGY ASSOCIATES, INC.
NOTES TO FINANCIAL STATEMENTS-PARENT CO
MARCH 31, 2015**

1. PROPERTY & EQUIPMENT

	Cost			Depreciation			Net Book Value		
	04/01/14	Addition	Disposal	03/31/15	04/01/14	Addition	Disposal	03/31/15	03/31/15
Auto & Sign	\$ 7,471	\$ -	\$ -	\$ 7,471	\$ 7,471	\$ -	\$ -	\$ 7,471	\$ -
Equipment	335,673	6,546	-	342,219	318,236	8,294	-	326,530	15,689
Furn & Fixtures	168,184	-	-	168,184	167,059	1,125	-	168,184	-
Leasehold Impr	121,410	-	-	121,410	48,120	3,113	-	51,233	70,177
Total	\$ 632,738	\$ 6,546	\$ -	\$ 639,284	\$ 540,886	\$ 12,532	\$ -	\$ 553,418	\$ 85,866

2. INTANGIBLE ASSETS

	Cost			Amortization			Net Book Value		
	04/01/14	Addition	Disposal	03/31/15	04/01/14	Addition	Disposal	03/31/15	03/31/15
Customer List	\$ 50,000	\$ -	\$ -	\$ 50,000	\$ 33,905	\$ 3,333	\$ -	\$ 37,238	\$ 12,762
Software	\$ 733,645	\$ 661,025	-	\$ 1,394,670	\$ 88,669	\$ 204,312	-	\$ 292,981	\$ 1,101,689
Total	\$ 783,645	\$ 661,025	\$ -	\$ 1,444,670	\$ 122,574	\$ 207,645	\$ -	\$ 330,219	\$ 1,114,451

3. ACCRUED EXPENSES

Accrued Payroll	1,236,162
Accrued Interest Payable	7,124
Accrued Income Taxes	15,411
Payroll Taxes Payable	124,873
Accrued Interest Payable	
Royalties Payable	
Client Pay - Remb Exp	
Total	<u><u>\$ 1,383,570</u></u>

Per our report attached

Premier Accounting Solutions, Inc.

For and behalf of the Board

Abraham N. Keisoglou
President

"The accompanying notes are and integral part of these financial statements"

ENGINEERING TECHNOLOGY ASSOCIATES, INC.
SCHEDULE OF CONSOLIDATED REVENUE, COST OF REVENUE AND SALES, GENERAL AND ADMINISTRATIVE EXPENSES
YEAR ENDED MARCH 31, 2015

REVENUE

Engineering Services	\$ 4,018,829
Contract Labor & Subcontractors	15,370,436
Contract Labor - ETA	5,426,898
Software Sales	4,813,051
Sales-Training	6,000
Sales Returns & Discounts	(46,205)
	<u>29,589,009</u>

COST OF REVENUE

Salaries & Related Taxes	3,328,127
Contract Labor	11,530,712
Royalties	692,706
Products	3,821,694
Subcontractors	2,934,810
China	336,142
Fringe Benefits	265,290
Miscellaneous Expenses	31,548
	<u>22,941,029</u>

SALES, GENERAL & ADMINISTRATIVE EXPENSES

Salaries & Related Taxes	2,291,397
Staff Welfare	129,067
Commissions	130,171
Reseller's Commission	1,038,215
Freight & Postage	10,462
Office Expenses	85,221
Audit & Legal Fees	318,893
Other Professional Fees	2,031
Technology Service	49,764
Rent	258,275
Utilities	62,535
Property & Other Taxes	36,457
Insurance	172,785
Workers' Compensation	1,690
Office Supplies	30,800
Printing	2,399
Depreciation & Amortization	244,049
Travel	363,017
Seminars & Training	6,464
Meals & Entertainment	138,584
Equipment Leases	1,199
Repairs & Maintenance	14,345
Auto Leases	10,576
Auto Expenses	27,615
Telephone	47,891
Outside Services	62,795
Advertising & Promotion	69,087
Charitable Contributions & Gifts	5,832
Recruiting Expenses	313,092
Profit Sharing Expenses	1,550
Dues & Subscriptions	23,387
Meetings and Conferences	52,340
Licenses & Fees	36,199
Bank Fees	14,670
Miscellaneous Expenses	8,910
	<u>6,061,764</u>

Per our report attached

For and behalf of the Board

Premier Accounting Solutions, Inc.

Abraham N. Keisoglou
 President

"The accompanying notes are an integral part of these financial statements."

ENGINEERING TECHNOLOGY ASSOCIATES, INC.
SCHEDULE OF REVENUE, COST OF REVENUE AND SALES, GENERAL AND ADMINISTRATIVE EXPENSES-
PARENT CO
YEAR ENDED MARCH 31, 2015

REVENUE

Engineering Services	\$ 3,988,009
Contract Labor & Subcontractors	15,399,957
Software Sales	5,079,901
Sales-Training	6,000
Sales Returns & Discounts	(46,205)
	<u>24,427,662</u>

COST OF REVENUE

Salaries & Related Taxes	3,328,127
Contract Labor	11,560,984
Royalties	692,706
Subcontractors	2,934,810
China	336,142
Fringe Benefits	265,290
Miscellaneous Expenses	31,548
	<u>19,149,607</u>

SALES, GENERAL & ADMINISTRATIVE EXPENSES

Salaries & Related Taxes	1,590,920
Commissions	130,171
Reseller's Commission	1,135,890
Freight & Postage	10,462
Audit & Legal Fees	318,333
Rent	180,671
Utilities	39,416
Property & Business Taxes	26,971
Insurance	172,785
Workers' Compensation	1,690
Office Supplies	30,800
Printing	1,758
Depreciation & Amortization	220,176
Travel	172,189
Meals & Entertainment	53,600
Equipment Leases	1,199
Repairs & Maintenance	14,345
Auto Leases	10,576
Auto Expenses	22,744
Telephone	39,593
Outside Services	62,795
Advertising & Promotion	69,087
Charitable Contributions & Gifts	5,832
Recruiting Expenses	313,092
Profit Sharing Expenses	1,550
Dues & Subscriptions	23,387
Meetings & Conferences	6,309
Licenses & Fees	35,757
Bank Fees	14,209
Miscellaneous	2,262
	<u>4,708,569</u>

Per our report attached

For and behalf of the Board

Premier Accounting Solutions, Inc.

Abraham N. Keisoglou
President

"The accompanying notes are an integral part of these financial statements."