SOURCEPOINT, INC.

Financial Statements
For the Year Ended March 31, 2025
Together With
Independent Auditor's Report

SOURCEPOINT, INC.

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INDEPENDENT AUDITOR'S REPORT

To the Management of
Sourcepoint, Inc.
Amherst, New York

Adverse Opinion

We have audited the accompanying financial statements of Sourcepoint, Inc. which comprise the balance sheet as of March 31, 2025, and the related statements of income, changes in stockholders' equity, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, because of the significance of the election to exclude the balances, activity and results of operations of the Company's subsidiaries discussed in the Basis for Adverse Opinion section of our report, the financial statements referred to in the first paragraph do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of Sourcepoint, Inc. as of March 31, 2025, or the results of its operations or its cash flows for the year then ended.

Basis for Adverse Opinion

The Company has elected to exclude the balances, activity and results of operations of its subsidiaries from the accompanying financial statements. Under accounting principles generally accepted in the United States of America, the subsidiaries should have been consolidated because they are controlled by the Company. Had the subsidiaries been consolidated, many of the elements of the accompanying financial statements would have been materially affected.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Sourcepoint, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Sourcepoint Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Sourcepoint, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Sourcepoint, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole.

Allied CPAs, P.C.

Amherst, New York
June 26, 2025

SOURCEPOINT, INC.
BALANCE SHEET
AS OF MARCH 31, 2025

ASSETS

Current assets:		
Cash and cash equivalents	$	564,346
Cash - trust accounts		262
Accounts receivable, net of allowance for credit losses of $1,411,661		5,493,818
Unbilled revenue		3,253,232
Prepaid expenses		459,127
Due from related parties, net		7,484,362
Other current assets		16,850
Total current assets		17,271,997
Equipment and leasehold improvements, net		981,525
Right to use assets, net of accumulated amortization of $7,110,421		455,899
Investment in subsidiaries		75,648,611
TOTAL ASSETS	**$**	**94,358,032**

LIABILITIES AND STOCKHOLDER'S EQUITY

Current liabilities:		
Accounts payable	$	940,201
Accrued expenses		1,683,459
Current portion of lease liability		229,248
Other current liabilities		14,024
Total current liabilities		2,866,932
Long-term liabilities:		
Long-term lease liability, net of current maturities		265,809
Total liabilities		3,132,741
Stockholder's equity:		
Common stock, par value $100 per share; 10,000,000 shares authorized; 733 shares issued and outstanding		73,300
Additional paid-in-capital		175,192,768
Accumulated deficit		(84,040,777)
Total stockholder's equity		91,225,291
TOTAL LIABILITIES AND STOCKHOLDER'S EQUITY	**$**	**94,358,032**

The accompanying notes are an integral part of this financial statement.

SOURCEPOINT INC.
STATEMENT OF INCOME
FOR THE YEAR ENDED MARCH 31, 2025

SERVICE REVENUE	$ 45,022,328
EXPENSES	
Staff costs	14,700,059
Depreciation and amortization expense	1,873,473
Consultancy charges	26,950,921
Other operating expenses	5,730,216
TOTAL EXPENSES	49,254,669
NET LOSS FROM OPERATIONS	(4,232,341)
OTHER INCOME (EXPENSE)	
Dividend income	3,000,000
Interest Income	57,279
Interest expense	(32,311)
OTHER INCOME (EXPENSES), NET	3,024,968
NET LOSS	**$ (1,207,373)**

The accompanying notes are an integral part of this financial statement.

SOURCEPOINT INC.
STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY
FOR THE YEAR ENDED MARCH 31, 2025

	Common stock	Additional paid-in capital	Accumulated deficit	Total
Balance at beginning of year	$ 73,300	$ 165,192,768	$ (82,833,404)	$ 82,432,664
Capital contributions	-	10,000,000	-	10,000,000
Net loss	-	-	(1,207,373)	(1,207,373)
BALANCE AT END OF YEAR	**$ 73,300**	**$ 175,192,768**	**$ (84,040,777)**	**$ 91,225,291**

The accompanying notes are an integral part of this financial statement.

SOURCEPOINT INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2025

CASH FLOWS FROM OPERATING ACTIVITIES	
Net loss	$ (1,207,373)
Adjustments to reconcile net loss to net cash provided by operating activities:	
Depreciation and amortization	1,873,473
Dividend income received from subsidiary	(3,000,000)
Loss on sale of assets	4,740
Changes in operating assets and liabilities:	
Decrease (increase) in assets:	
Accounts receivable	925,619
Unbilled revenue	(1,429,652)
Prepaid expenses	153,710
Other current assets	31,944
Increase (decrease) in liabilities:	
Accounts payable	566,638
Due to related parties	(10,050,961)
Accrued expenses	(286,856)
Other current liabilities	14,024
NET CASH USED IN OPERATING ACTIVITIES	(12,404,698)
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of equipment and leasehold improvements	(487,335)
Dividend income received from subsidiary	3,000,000
NET CASH USED IN INVESTING ACTIVITIES	2,512,665
CASH FLOWS FROM FINANCING ACTIVITIES	
Reduction in lease liability	(989,063)
Capital Infusion Received	10,000,000
NET CASH PROVIDED BY FINANCING ACTIVITIES	9,010,937
NET DECREASE IN CASH	(881,096)
CASH AT BEGINNING OF YEAR	1,445,442
CASH AT END OF YEAR	**$ 564,346**
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:	
Interest paid	$ 32,311

The accompanying notes are an integral part of this financial statement.

Note 1 - Organization and Summary of Significant Accounting Policies

Organization - Sourcepoint, Inc. (the Company) is a 100% subsidiary of Firstsource Group USA Inc. Firstsource Group USA Inc. acquired a 100% interest in the Company and its wholly owned subsidiaries: Sourcepoint Fulfillment Services, Inc. in April 2016, and The StoneHill Group, Inc. in November 2021. Firstsource Group USA Inc. is a wholly owned subsidiary of Firstsource Solutions Limited, a listed company in India. The Company is engaged in providing a wide range of business process outsourcing services to the mortgage lending industry. The Company's customer base consists primarily of mortgage banks and financial institutions situated primarily in the United States of America.

Basis of Accounting - The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (USA GAAP).

Basis of Presentation - The accompanying financial statements represent reflect the assets, liabilities, revenues and expenses of the Company and does not include the assets, liabilities, revenues and expenses of its subsidiaries, Sourcepoint Fulfillment Services, Inc. and The StoneHill Group, Inc.

Use of Estimates - The preparation of financial statements in conformity with USA GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Equivalents - For purposes of the balance sheet and statement of cash flows, the Company considers all highly-liquid debt instruments purchased with an initial maturity of three months or less to be cash equivalents.

Trade Accounts Receivable - Trade accounts receivable is stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for credit losses and an adjustment to a valuation allowance based on the estimated amount of future losses they expect to incur on contracts with customers at the inception of each contract. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to accounts receivable.

Equipment and Leasehold Improvements - Equipment is stated at cost, net of accumulated depreciation. Assets acquired under capital leases are stated at the present value of minimum lease payments. Leasehold improvements are depreciated on a straight-line basis over the shorter of the estimated useful life of the asset and the term of the lease. Depreciation of other equipment is recorded on a straight-line basis over the estimated useful lives of the assets as follows:

• Computer equipment	2 - 4 years
• Office equipment	2 - 5 years
• Furniture and fixtures	2 - 5 years
• Software	2 - 4 years
• Leasehold improvements	5 years

Note 1 - Summary of Significant Accounting Policies, Continued

Revenue Recognition - The Company derives its revenues from business process outsourcing services. Revenue derived from professional services under the time-and-material contracts is recognized as the related services are performed. Revenue from title and related operations such as valuation, are primarily transactions based and is recognized when services are performed, the fee is fixed or determinable, and collection is reasonably assured.

In accordance with ASU 2014-09, *Revenue from Contracts with Customers (Topic 606)*, the Company recognizes their revenue from contracts using the following five-step process: 1) Identify the contract(s) with a customer, 2) Identify the performance obligations in the contract, 3) Determine the transaction price, 4) Allocate the transaction price to the performance obligations in the contract, and 5) Recognize revenue as the Company satisfies a performance obligation.

Unbilled revenue represents work executed in accordance with the terms of the agreement with customers but not billed as of the balance sheet date.

Advertising and Marketing Costs - The Company expenses all marketing and support expenses when incurred and these are included as part of operating expenses. Total marketing and support expenses for the year ended March 31, 2025 was $774,542.

Leases – The Company, as a lessee, is required to recognize long-term leases on their balance sheet and disclose key information about leasing arrangements. The lessee is also required to establish a right-of-use (“ROU”) model that recognizes a ROU asset and corresponding lease liability on the balance sheet for all leases with an original term longer than 12 months. Leases will be classified as finance-type or operating-type leases, with classification affecting the pattern and presentation of expense recognition in the income statement.

Concentration of Credit Risk - Financial instruments that potentially subject the Company to concentrations of credit risk consist primarily of cash and cash equivalents and accounts receivable. All such financial instruments involve risk by their nature including the credit risk of non-performance by counter parties. In management’s opinion, there was no significant risk of loss in the event of non-performance to these financial instruments, other than amounts already provided for in the consolidated financial statements. The Company’s cash accounts are concentrated in a few financial institutions. Although some cash accounts at March 31, 2025 exceed the federally insured deposit limit, management does not anticipate nonperformance by the financial institution. Exposure to credit risk is managed through credit approvals, establishing credit limits, and monitoring procedures.

Contingent Consideration - Liabilities for loss contingencies arising from claims, tax assessments, litigations, fines and penalties, and other sources are recorded when it is probable that a liability has been incurred and the amount of the assessment and/or remediation can be reasonably estimated. Legal costs incurred in connection with the same are expensed as incurred. The Company did not accrue any contingent consideration as of March 31, 2025.

Note 1 - Summary of Significant Accounting Policies, Continued

Income Taxes - Current income taxes are provided for in accordance with the applicable laws in various tax jurisdictions in which the Company operates. Income tax expense consists of the current tax provision and the net change in the deferred tax asset or liability for the year. Deferred income taxes are determined under the asset and liability method. Deferred tax assets and liabilities are recognized for future tax consequences of temporary differences between the carrying amounts of assets and liabilities, and their respective tax bases and operating loss and business loss carry forwards. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect on deferred tax assets and liabilities of changes in tax rates is recognized in the results of operations in the period of enactment of the change. The measurement of deferred tax assets is reduced, if necessary, by a valuation allowance if it is more likely than not that some portion or all of the assets will not be realized.

Subsequent Events - The Company has evaluated subsequent events and transactions after March 31, 2025, and through June 26, 2025, which is the date the financial statements were available to be issued as required by USA GAAP.

Note 2 - Other Current Assets

Other current assets at March 31, 2025 consists of the following:

Advances	$ 16,850
Total	**$ 16,850**

Note 3 - Due from Related Parties, Net

Amounts due from (due to) related parties at March 31, 2025 are summarized as follows:

Firstsource Group USA Inc.	$ 19,999,230
Firstsource Solutions UK Ltd.	(2,901)
Firstsource Health Plans and Healthcare Services, LLC	1,036,350
Sourcepoint Fulfillment Services, Inc	(3,144,114)
The StoneHill Group, Inc.	(1,710,155)
Firstsource Advantage LLC	(221,060)
Firstsource Solutions México, S. de R.L. de C.V.	(309,824)
MedAssist Holding, LLC	35,293
Firstsource Solutions Limited - India	(8,214,905)
American Recovery Services, Inc.	12,583
PatientMatters, LLC	3,865
Net Due to Related Parties	**$ 7,484,362**

Note 4 - Equipment and Leasehold Improvements

Equipment and leasehold improvements at March 31, 2025 are summarized as follows:

Computer equipment	$ 5,243,257
Software	2,499,745
Furniture and fixtures	92,868
Leasehold improvements	2,598,186
	10,434,056
Accumulated depreciation	(9,452,531)
Net Equipment and Leasehold Improvements	**$ 981,525**

Note 5 - Employee Retirement Plan

The Company sponsors an employee savings plan under Section 401(k) of the Internal Revenue Code that covers substantially all employees. Company matching contributions for the year ended March 31, 2025 totalled $78,139.

Note 6 - Lease Commitments

The Company occupies office space located in Palm Bay, Florida under a lease agreement that expires in February 2027.

The undiscounted minimum cash flows under these agreements are as follows:

Year ended March 31,	
2026	240,042
2027	269,831
Total lease payments	509,873
Less: Imputed interest	14,816
Total	**$ 495,057**

Note 6 - Lease Commitments, Continued

The following constitutes the cumulative quantitative information for all lease agreements of the Corporation for the year ended March 31, 2025:

Lease quantitative information

Lease costs		
Financing lease cost	$	15,082
Operating lease cost		1,006,292
Total lease costs	**$**	**1,021,374**
Other information:		
Right to use asset recorded in conjunction with:		
Operating leases	$	455,899
Total	**$**	**455,899**
Weighted average remaining lease term under:		
Operating leases		1.92 yrs
Weighted average discount rate under:		
Operating leases		3.07%

SUPPLEMENTARY INFORMATION

SOURCEPOINT INC.
SCHEDULE OF OPERATING EXPENSES
FOR THE YEAR ENDED MARCH 31, 2025

Common costs	$	220,271
Insurance		57,297
Legal and professional fees		531,387
Rent, rates and taxes		2,453,166
Bank charges		10,236
Communication expenses		134,155
Miscellaneous		168,747
Repairs and maintenance		616,343
Travelling and conveyance		265,686
Provision for credit losses		(82,194)
Hiring and recruitment		131,748
Marketing and support services		774,542
Connectivity charges		12,057
Car hire and other hire charges		10,806
Computer expenses		262,895
Electricity, water and power consumptions		158,334
Loss on sale of assets		4,740
TOTAL OPERATING EXPENSES	**$**	**5,730,216**