

## BALANCE SHEETS

	March 31, 2023	March 31, 2022
	U.S. Dollars	
	Unaudited	
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	1,797,977	1,314,997
Short-term bank deposits		
Marketable Securities		
Trade accounts receivable	3,847,374	18,421,709
Other receivables and prepaid expenses:		
Prepaid expenses	427,052	846,259
Government authorities		
Advances to suppliers		
Derivative instruments		
Intercompany balances	(16,368,346)	(3,068,676)
Other		
TOTAL Other receivables and prepaid expenses	(15,941,294)	(2,222,418)
Inventories	26,000,368	26,713,709
TOTAL CURRENT ASSETS	15,704,424	44,227,997
Long Term Receivables and Other Assets		
Long Term Marketable Securities	-	-
ROU Assets, net	2,014,284	2,746,751
FIXED ASSETS:		
Cost	10,825,457	9,406,804
Less - accumulated depreciation	(5,436,818)	(2,494,299)
	5,388,639	6,912,505
INTANGIBLE ASSETS AND DEFERRED COSTS, NET		
DEFERRED INCOME TAXES	5,207,289	7,836,893
TOTAL ASSETS	\$ 28,314,636	\$ 61,724,145

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	March 31, 2023	March 31, 2022
	U.S. Dollars	
	Unaudited	
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Short-term bank credit		
Current maturities of long-term debt		
Accounts payable:		
Trade payables	(6,073,348)	(12,089,524)
Other current liabilities:		
Returns reserve	(821,525)	(292,275)
Payable to Government Authorities		(1,669,142)
Due to customers		
Lease Liability	(715,586)	(938,676)
Employees and payroll accruals	(4,039,674)	(1,075,375)
Deferred revenue		
Accrued income taxes	(4,492,594)	(756,185)
Legal and audit fees		
Settlements and loss contingencies		
Accrued expenses	(5,347,752)	(3,951,432)
Derivative instruments		
Suppliers of property, plant and equipment		
Payable on Purchase of treasury stock		
Payable on Purchase of Marketable Securities		
Other		
TOTAL Other current liabilities	<u>(15,417,130)</u>	<u>(8,683,085)</u>
TOTAL CURRENT LIABILITIES	<u>(21,490,478)</u>	<u>(20,772,609)</u>
LONG-TERM LIABILITIES:		
Long-term debt, net of current maturities		
Deferred income taxes		
Derivative instruments		
Other long-term liabilities	(2,914,130)	(4,213,397)
	<u>(2,914,130)</u>	<u>(4,213,397)</u>
SHAREHOLDERS' EQUITY	<u>(3,910,028)</u>	<u>(36,738,139)</u>
	<u>\$ (28,314,636)</u>	<u>\$ (61,724,145)</u>

Date of approval of the  
financial statements

William Coote  
VP, Chief Financial Officer

## STATEMENTS OF INCOME

	For the Year Ended March 31, 2023	For the Year Ended March 31, 2022
	U.S. Dollars	
	Unaudited	
Sales	\$ 73,744,610	\$ 6,184,565
Cost of sales	<u>31,002,162</u>	<u>2,073,774</u>
Gross profit	42,742,448	4,110,792
Research and development	-	
Selling and marketing expenses	44,424,494	5,183,061
Settlements and loss contingencies		
General and administrative expenses	<u>25,729,068</u>	<u>2,956,363</u>
Operating income	(27,411,115)	(4,028,632)
Financing income, net	829,897	8,169
Other expenses	<u>25,839,192</u>	
Income before taxes on income	(2,401,820)	(4,036,801)
Taxes on income	<u>(344,130)</u>	<u>(1,135,124)</u>
Discontinued operation		
Net income for the period before subsidiaries and dividend	(2,057,690)	(2,901,677)
Dividend income, net		
Subsidiaries		
Net income for the period	<u>\$ (2,057,690)</u>	<u>\$ (2,901,677)</u>

## Changes in Shareholders' Equity

	Share Capital	Additional paid in capital	Accumulated other comprehensive loss	Treasury stock	Dividend	Retained Earnings	Total Shareholders' Equity
	U.S. Dollars						
	Un-audited						
<b>Balance at March 31, 2022</b>	-	(21,671,643)	(246,724)	-	-	(14,819,772)	(36,738,139)
Foreign Currency translation adjustments							-
Unrealized losses on available for sale marketable securities							-
Treasury stock							-
Net income						32,828,111	32,828,111
<b>Balance at March 31, 2023</b>	-	(21,671,643)	(246,724)	-	-	18,008,339	(3,910,028)