



FIDUCIAIRE
RAFFAELE

INTELLECT DESIGN ARENA SA
NEUCHÂTEL

REPORT

OF THE STATUTORY AUDITORS TO
THE GENERAL MEETING AS AT 31 MARCH 2024



**Report of the statutory auditors on the limited statutory examination to the general meeting of
Intellect Design Arena SA, Neuchâtel**

As statutory auditors, we have examined the financial statements (balance sheet, income statement and notes) of Intellect Design Arena SA for the year ended 31st March 2024.

These financial statements are the responsibility of the board of directors. Our responsibility is to perform a limited statutory examination on these financial statements. We confirm that we meet the licensing and independence requirements as stipulated by Swiss law.

We conducted our examination in accordance with the Swiss Standard on the Limited Statutory Examination. This standard requires that we plan and perform a limited statutory examination to identify material misstatements in the financial statements. A limited statutory examination consists primarily of inquiries of company personnel and analytical procedures as well as detailed tests of company documents as considered necessary in the circumstances. However, the testing of operational processes and the internal control system, as well as inquiries and further testing procedures to detect fraud or other legal violations, are not within the scope of this examination.

Based on our limited statutory examination, nothing has come to our attention that causes us to believe that the financial statements and the proposed appropriation of available earnings do not comply with Swiss law and the company's articles of incorporation.

Neuchâtel, May 16, 2024
DRA/Jse

Fiduciaire Raffaele Sàrl



Jessica Seiler
Auditor expert



Daniele Raffaele
*Auditor expert
(auditor in charge)*

Enclosures: Financial statements (balance sheet, income statement and notes)

INTELLECT DESIGN ARENA SA, NEUCHATEL**COMPANY AND BRANCH CONSOLIDATED
BALANCE SHEET AS AT 31 MARCH 2024**

	2024		2023	
	CHF	CHF	CHF	CHF
FINANCIAL ASSETS				
Loan receivable - group companies - long term portion	-		-	
Portuguese Branch current account	-		-	
TOTAL FINANCIAL ASSETS		-		-
CURRENT ASSETS				
Bank accounts	2 509 898		799 382	
Accounts receivable - third parties	(2 162)		204 307	
Accounts receivable - holding company	183 116		4 643 478	
Other debtors	12 992		2 250	
Revenue to be billed - third parties	190 305		-	
Tax recoverable	-		1 874	
Loans receivable - group companies	782 312		1 616 935	
TOTAL CURRENT ASSETS	3 676 460		7 268 226	
FIXED ASSETS				
Distribution rights	4 683 833		-	
Amortisation Distribution rights	(23 903)		-	
Computer Software	700		700	
Depreciation	(583)		(350)	
TOTAL FIXED ASSETS	4 660 047		350	
LESS : CURRENT LIABILITIES				
Salary control a/c	(11 813)		(28 178)	
Social security charges control a/c	(7 230)		(3 288)	
Payroll tax account	(4 563)		(2 266)	
Corporate tax payable	(6 611)		(19 788)	
Creditors - third parties	(80 838)		(98 526)	
Creditors - parent company	(1 052 449)		-	
VAT payable	(38 501)		(54 850)	
Accruals	(679 161)		(317 519)	
TOTAL CURRENT LIABILITIES	(1 881 167)		(524 414)	
NET CURRENT ASSETS		6 455 340		6 744 162
TOTAL FIXED AND NET CURRENT ASSETS		6 455 340		6 744 162
REPRESENTED BY :				
Share capital		350 000		350 000
General reserve	83 700		75 000	
Revenue reserves brought forward	6 310 462		6 118 080	
Interim dividend	(525 000)		-	
Profit for the period	236 179		201 082	
TOTAL REVENUE RESERVES	6 105 340	6 105 340	6 394 162	6 394 162
TOTAL CAPITAL		6 455 340		6 744 162

INTELLECT DESIGN ARENA SA, NEUCHATEL**COMPANY AND BRANCH CONSOLIDATED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2024**

	2024		2023	
	(Period 01.04.23-31.03.24)		(Period 01.04.22-31.03.23)	
	CHF	CHF	CHF	CHF
FINANCIAL INCOME				
Service income - third parties	2 220 090		2 243 767	
Service income - related parties	65 790		-	
Interest income - related parties	42 882		28 307	
Other income	1 516		1 485	
	<u>2 330 278</u>		<u>2 273 560</u>	
TOTAL FINANCIAL INCOME		2 330 278		2 273 560
EXPENSES				
Salaries and wages	538 143		615 017	
Social security charges	88 152		100 728	
Consulting/outourcing - related party	1 199 141		1 158 601	
Travelling expenses	2 865		6 962	
Directors fees	3 500		10 000	
Audit fees	8 000		8 000	
Legal, administration and consultancy fees	29 349		29 529	
Visa, work permit & registration fees	9 452		19 437	
Telephone, postage and courier services	192		900	
Rent and office costs	5 841		2 459	
Bank interest and charges	2 982		4 025	
Tax on capital and profits	48 051		59 154	
Business promotion expenses	249		961	
Amortisation distribution rights	23 903		-	
Depreciation	233		233	
Exchange fluctuation	134 046		56 472	
	<u>2 094 099</u>		<u>2 072 478</u>	
TOTAL EXPENSES		(2 094 099)		(2 072 478)
PROFIT / (LOSS) FOR THE PERIOD		<u><u>236 179</u></u>		<u><u>201 082</u></u>

INTELLECT DESIGN ARENA SA, NEUCHATEL**NOTES TO THE FINANCIAL STATEMENTS****1. Yearly average number of employees**

The average yearly number of employees is below 250 for the fiscal years 2024 and 2024.

2. Debts toward pension fund

	31.03.2024	31.03.2023
	CHF	CHF
Helvetia Fondation collective de prévoyance du personnel (credit balances)	17 399	19 798

3. Post-balance sheet events

There are no significant post-balance sheet events to report.

4. Loans receivable - group companies

The Company has loans receivable from fellow subsidiaries totalling the equivalent of CHF 782,312 (2023 – CHF 1,616,935).

The Company's parent company and sole shareholder has issued a letter of comfort to confirm that it will support the subsidiaries in repaying the loans if such a situation arises. The Company received a tax audit in February 2017, during which the auditor referred to the loans and, in response to that, the Company has provided the said comfort letter.

5. Portuguese Branch

The Company established a branch in Lisbon, Portugal in August 2019. The balance sheet and income statement of the branch have been consolidated in these financial statements.

There are no other items which require disclosure in the notes to the financial statements in accordance with Article 959C of the Swiss Code of Obligations.

INTELLECT DESIGN ARENA SA, NEUCHATEL**PROPOSED APPROPRIATION OF AVAILABLE EARNINGS**

	2024 31 st March 2024 CHF	2023 31 st March 2023 CHF
RESULT AVAILABLE TO THE ANNUAL GENERAL MEETING		
Retained profits at the beginning of the year	6 319 162	6 118 080
Interim dividend paid	(525 000)	-
Attribution to general reserve following interim dividend	(8 700)	-
Net income	236 179	201 082
	<u>6 021 641</u>	<u>6 319 162</u>
 PROPOSAL OF THE BOARD OF DIRECTORS		
Attribution to general reserve	3 110	-
Carried forward	6 018 531	6 319 162
	<u>6 021 641</u>	<u>6 319 162</u>