

HCL Argentina S.A.

FINANCIAL STATEMENTS
As of March 31st, 2020

HCL ARGENTINA S.A.
ANNUAL REPORT AND FINANCIAL STATEMENTS AS OF MARCH 31ST. 2020

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ANNUAL REPORT
Corresponding to the Fiscal Year N° 11
Ended on March 31st, 2020

Shareholders
of **HCL Argentina S.A.**

To comply with the legal and statutory rules in force, we are pleased to present for your consideration, the annual report of the Board of Directors, which we accompany with the documentation prescribed by Art. 234 Inc. 1 of the General Corporation Law 19,550, corresponding to the 11th financial period ended March 31st. 2020.

1. Annual Report contents

General Resolutions 6/2006, 04/2009 and 07/2015 of the “Inspección General de Justicia”, establish a series of clarifications and extensions to the scope and contents of the memory of the Boards of Directors, provided for in Art. 66 of the General Corporation Law N° 19.550.

Considering the shareholding composition of society and that there are no shareholders or third parties which have demonstrated an interest in such information, the additional information required by the above-mentioned resolutions is not necessary for the fulfilment of the objectives of the present memory. For this reason, the Board has resolved to draft this document in compliance with the provisions of Article 66 of the General Corporation Law 19.550, without incorporating the additional information provided in the General Resolutions N°. 06/2006, 04/2009 and 07/2015 of the “Inspección General de Justicia”.

In accordance with the provisions of the previous paragraph and the provisions of Art. 2 of Resolution 04/2009 of the General Inspectorate of Justice, shareholders of the Company by Ordinary and Extraordinary General Meeting held on September 7th, 2010, have exempted the Board of Directors, of the preparation of this Report with the additional requirements established in the aforementioned General Resolutions.

2. Considerations on the Fiscal Year

2.1 Fiscal Year Results

At March 31st, 2020, the Company showed a negative result of \$ 18.941.100 (pesos eighteen million nine hundred and forty-one thousand one hundred).

Considering that the accumulated unallocated results of the Company amount to \$ 28.191.437 (loss), the Board of Directors proposes the use of Capital Adjust for the absorption of said accumulated results up to the limit of their balances.

2.2 Provisions for the current year

The Board of Directors is dedicated to the analysis of new business opportunities to implement in the next financial year.

It is expected to obtain in the next fiscal year an increase both from service revenues, and from the sale and lease of goods, projecting a profit as the final result of the financial year.

2.3 Requirements article 66 of the General Corporation Law No 19.550

The information required by article 66 of the General Corporation Law No. 19,550 is detailed below:

2.3.1 Summary information about significant variations on the equity structure and results.

Through the General Resolution 10/2018, the “Inspección General de Justicia”, body of control of the society, approved the submission of the Financial Statements in uniform currency, by setting the application of standards issued by the “Federación Argentina de Consejos Profesionales de Ciencias Económicas” (FACPCE), and adopted by the “Consejo Profesional en Ciencias Económicas de la Ciudad Autónoma de Buenos Aires (CPCECABA)”, for the purposes of the restatement of the Financial Statements. In Note 2 of the Financial Statements explains the rules and methodology applied.

The main assets and liabilities changes of this year, compared to the previous year, considered in constant pesos, are the following:

Assets

- Increase in the level of Receivables in a 31%, originated in the increase of income level for services
- Increase in the level of Other Non-Current Credits in a 57%, mainly due to the variation of Deferred Tax Assets and in the latter, mainly due to the increase of liabilities with related companies from abroad.
- Increase in Inventories of \$74.556.283, originated on the acquisition of equipment for sale and leases, the latest to be formalized in the next financial year.
- Net increase in Fixed Assets of the Company in a 25%, due to investments in equipment.

Liabilities

- Increase of Commercial Debts of a 107%, mainly originated in liabilities with Related Companies. The increase of the liabilities in foreign currency, was affected by the variation of the exchange rate during the year.
- Increase in Remuneration and Social Charges by 139%, due to the increase in activity.
- Decrease in Fiscal Charges of a 37%, fundamentally caused by withholdings and advance payments, that net of the income tax provision of the fiscal year.
- Loan obtained during Fiscal Year as a form of financing.

Regarding the results of fiscal year (loss) of \$ 18.941.100:

- Gross profit represents a 18% of income for services.
- Administration costs and marketing expenses together account for a 15% of service revenues,
- The Financial results (loss) represent a 15% of service revenues. The financial loss was caused mainly by exposure to inflation of the active net monetary position and the losses due to exchange differences on the debts in foreign currency.

2.3.2 Negative Equity

As a consequence of the magnitude of fiscal year loss and the accumulated losses as of march 31st. 2020, the Company’s equity became negative, reaching a total of \$ (7.624.170). By application of Art. 59 of Public Emergency Law (Nº 27.541), promulgated by the Senate of the Argentine Nation on December 21st 2019, the application of dissolution for loss of capital (Art. 94, inc.5 of General Corporate Law Nº 19.550) is suspended until December 31st 2020, due to the declaration of public emergency, in economic, financial, fiscal, administrative, pension, tariff, energy, health and social matters.

On may the 5th 2020, as recorded in Act.No 83, the Board of Directors accepted, ad-referendum of the Shareholders’ meeting, the offer of irrevocable contributions sent by shareholder of the Company, HCL Latin America Holding LLC for the sum of us dollars 2.000,000 (two million us dollars). Said amount was

deposited in the Bank account of the Company on May 8th, 2020, for a total value of \$ 132.300.000 (argentine pesos thirty-two million, tree-hundred thousand). The offer made by the shareholder, proposes, ad-referendum of the Assembly, the capitalization of 1.000.000 non-endorsable registered ordinary shares, with a nominal value of \$ 1 each, and with the right of one vote per share, with a share premium, for the difference between the capitalized amount and the total irrevocable contribution.

2.3.3. Transactions with related companies according to Art. 33 of the General Corporation Law N° 19,550

Balances and transactions with related companies to March 31st. 2020 and 2019, are stated in Note 5 of the financial statements.

2.3.4. Pandemic and events after the closing of the financial year

On March 11, 2020, the World Health Organization declared the outbreak of Coronavirus (COVID-19) a pandemic, due to its rapid spread throughout the world, having affected more than 150 countries. Most governments have taken restrictive measures to contain the spread, including: isolation, confinement, quarantine, and restriction on the free movement of people, closure of public and private premises, except for those called essential or basic necessities (health, food, fuels and communications) and closing of borders and drastic reduction of air, maritime, rail and land transport

In the Argentine Republic, where the Company operates, on March 12, 2020, through PEN Decree No. 260/2020, and its amendments, the sanitary emergency was decreed to manage the crisis situation caused by COVID- 19, and finally, on March 19, the PEN issued Decree No. 297/2020 declaring social isolation, preventive and compulsory, effective from March 20 to March 31, 2020 inclusive. On March 31, 2020, April 11, 2020, April 26, 2020, May 11, 2020, May 24, 2020, June 8, 2020, June 29, 2020 and July 18, 2020, the PEN issued Decrees N° 325/2020, N° 355/2020, N° 408/2020, N° 459/2020, N° 493/2020, N° 520/2020 N° 576/2020 and N° 605/2020 respectively, for which the term established by Decree N° 297/2020 is extended until on August 2, 2020, being able to extend this term for the time considered necessary in light of the epidemiological situation.

These measures consist of the slowdown or suspension of the majority of the non-essential activities carried out by individuals and, consequently, are significantly affecting the national, regional and global economy, due to the interruption or slowdown of supply chains and the Significant increase in economic uncertainty, evidenced by an increase in the volatility of asset prices, exchange rates and a decrease in long-term interest rates.

In relation to the financial statements as of March 31, 2020, the economic-financial consequences derived from the aforementioned events are considered a fact subsequent to the closing of the fiscal year and will be recognized in the financial statements of the new fiscal year. As of the date of issuance of these financial statements, it is not possible to make an estimate of the present and future impacts derived from these events on the equity and financial situation of the Company, on its results or on its cash flows. However, the Company's Management considers that the circumstances described do not invalidate the application of accounting policies corresponding to a going concern in the preparation of the financial statements as of March 31, 2020

The COVID-19 pandemic is having significant effects on global markets, supply chains, businesses and communities. As of the date of issuance of these financial statements, the Company is unable to quantify the potential effects of this pandemic on future financial statements. The extent of the impact will depend on future developments, including the duration and spread of the outbreak and related governmental or other regulatory action. However, the Company's Management has evaluated that since the Company performs providing in the technology segment, the activity continues to be carried out remotely, using home office, and telework, which significantly reduces the negative impacts that the pandemic could have on its level of activity and its billing.

The Company's Management will continue to analyze the impact of those events and circumstances that may occur in the future on the equity and financial situation of the Company and on the results of its operations and cash flows during the year beginning on April 1, 2020. cash corresponding to periods subsequent to the issuance of these financial statements.

To conclude, we express our gratitude to the Shareholders, the suppliers, our customers, banking institutions and the staff of the Company, for the decisive collaboration provided for the performance of our management.

Buenos Aires, July 28th, 2020

Board of Directors

Juan Marcos Rougés
Company President

**Financial Statements corresponding to Annual Fiscal Year N° 11
Started on April 1, 2019 and ended on March 31, 2020
Presented in comparative format
with the fiscal year ended on 03/31/2019**

Legal Address: 25 de Mayo 489 3rd floor - CABA

C.U.I.T.: 30-71113397-2

Main Activity: Provision of consulting services on issues of computing and technology in the development of hardware and software. Purchase, sale, distribution, and leasing of hardware, software and accessories.

Registration in the Public Registry of Commerce:

Of the Statute or Social Contract: July 27, 2009

Last Reform: October 7, 2015

Registration of Legal Entities:

Of the Statute or Social Contract: File No. 12350– Book 45 – Volume - Of Companies per Shares.

Last Reform: File No. 18931 – Book 76 – Volume - Of Companies per Shares.

Expiration date of statute or social contract: July 27, 2108

Controlling Company:

Name of the Company: HCL Latin América Holding, LLC
Address: 2711, Centerville Road, Suite N° 400, Wilmington Delaware 19.808, United States of America.
Main Activity: Investment Activities.
Percentage of participation: 74,27%

Composition of the Capital as of March 31, 2020:

(Expressed on nominal ARS – Note 8)

Quantity and Class of Shares	Subscribed, Integrated and Issued (Note 8)
- 2.962.875 ordinary shares, nominative non-endorseable, with a par value of \$ 1 and entitled to one vote each.	\$ 2.962.875.-

Signed for identification purposes
with our Audit Report dated on 07/28/2020
IGLESIAS, ROHVEIN & ASOC.
C.P.C.E.C.A.B.A. T°7 F°203

María Laura Iglesias (Socia)
Contador Público U.C.A.
C.P.C.E.C.A.B.A. T° 203 F° 174

Juan Marcos Rougés
Company President

**FINANCIAL STATEMENTS AS OF 03/31/2020
BALANCE SHEET**

Presented in comparative format with the fiscal year ended on 03/31/2019
(Constant ARS – Note 2.1.)

<u>CURRENT ASSETS</u>	<u>03/31/2020</u>	<u>03/31/2019</u>	<u>CURRENT LIABILITIES</u>	<u>03/31/2020</u>	<u>03/31/2019</u>
Cash and Banks (Note 3.a)	22.853.272	20.963.223	Accounts payable (Note 3.e)	280.292.670	135.665.974
Accounts Receivables (Note 3.b)	149.283.493	114.184.942	Debts on wages and social security (Note 3.f)	5.031.212	2.104.352
Other credits (Note 3.c)	3.865.810	1.610.544	Tax debts (Note 3.g)	17.114.847	27.225.697
Inventories (Note 3.d)	74.844.121	287.838	Customer advances (Note 3.h)	3.405.181	675.471
TOTAL CURRENT ASSETS	250.846.696	137.046.547	Loans (Note 3.i)	12.931.385	-
			TOTAL CURRENT LIABILITIES	318.775.295	165.671.494
<u>NON CURRENT ASSETS</u>					
Other credits (Note 3.c)	50.760.374	32.328.882	TOTAL LIABILITIES	318.775.295	165.671.494
Fixed Assets (Annex I)	9.544.055	7.612.995			
TOTAL NON CURRENT ASSETS	60.304.429	39.941.877	<u>EQUITY</u>		
			(according to respective state)	(7.624.170)	11.316.930
TOTAL ASSETS	311.151.125	176.988.424	TOTAL LIABILITIES+ EQUITY	311.151.125	176.988.424

The accompanying notes and annexes are part of these financial statements.

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PROFITS AND LOSSES
Fiscal Year ended on March 31st., 2020
Presented in comparative format with the fiscal year ended on 03/31/2019
 (constant ARS - Note 2.1.)

	<u>03/31/2020</u>	<u>03/31/2019</u>
Services and sales revenues	195.032.185	158.375.885
Costs of sales and rendered services (Annex IV)	(159.761.892)	(90.402.741)
Gross profit	35.270.293	67.973.144
Administration Expenses (Annex V)	(18.827.874)	(11.443.135)
Marketing Expenses (Annex V)	(10.514.390)	(5.721.336)
Net Financial Results (Note 3.j)	(29.556.913)	(42.174.804)
Other expenses (Note 3.k)	-	(3.682.215)
(Loss) Profit before Income Tax	(23.628.884)	4.951.654
Profit (charge) for Income Tax (Note 7)	4.687.784	(7.393.679)
Fiscal Year Net Result (Loss)	(18.941.100)	(2.442.025)

The accompanying notes and annexes are part of these financial statements.

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 Company President

EQUITY EVOLUTION
Fiscal Year ended on March 31st., 2020
Presented in comparative format with the fiscal year ended on 03/31/2019
 (constant ARS - Note 2.1.)

	CONTRIBUTIONS OF SHAREHOLDERS			ACCUMULATED RESULTS			TOTALS	
	CAPITAL	CAPITAL ADJUSTMENT	TOTALS	LEGAL RESERVE	VOLUNTARY RESERVE	NOT ASSIGNED RESULTS	03/31/2020	03/31/2019
Balances at the beginning of Fiscal Year	2.962.875	17.604.392	20.567.267	663.422	12.604.999	(22.518.758)	11.316.930	21.409.141
Adjustment of Previous FY Results (Nota 6)								(7.650.186)
Adjusted Balances at the beginning of Fiscal Year	2.962.875	17.604.392	20.567.267	663.422	12.604.999	(22.518.758)	11.316.930	13.758.955
Absorption of results (1)				(663.422)	(12.604.999)	13.268.421		-
Fiscal Year Net Result (Loss)						(18.941.100)	(18.941.100)	(2.442.025)
Balances at the end of the year	2.962.875	17.604.392	20.567.267	-	-	(28.191.437)	(7.624.170)	11.316.930

(1) According to the Ordinary General Assembly Act No 20 dated on 25th July 2020.

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CASH FLOW STATEMENT
Fiscal Year ended on March 31st., 2020
Presented in comparative format with the fiscal year ended on 03/31/2019
 (constant ARS - Note 2.1.)

	<u>03/31/2020</u>	<u>03/31/2019</u>
CASH VARIATION		
Cash on the beginning of Fiscal Year	20.963.223	5.254.293
Cash at the end of Fiscal Year	<u>22.853.272</u>	<u>20.963.223</u>
CASH INCREASE	1.890.049	15.708.930
CAUSES OF CASH VARIATION		
OPERATIONAL ACTIVITIES		
Fiscal Year Net Result (Loss)	(18.941.100)	(2.442.025)
Plus Income Tax	(4.687.784)	7.393.679
Adjustments to arrive at net cash flow from operational activities		
Provision for uncollectable debtors	1.991.501	368.570
Fixed Assets Depreciation	2.918.572	2.118.190
Net Value Fixed Assets Decreases	139.096	4.542.935
Exchange differences accrued and not paid	8.854.292	13.719.530
Accrued and not paid interests	1.816.823	591.880
Credits and Debts discounts (actual net value)	(1.840.816)	434.972
RECPAM	19.375.078	26.815.354
Net variations on assets and liabilities		
Increase in sales credits	(72.791.772)	(97.300.499)
Increase of other credits	(24.832.825)	(19.687.449)
Increase of Inventories	(74.556.283)	(287.838)
Increase of Accounts payable	155.371.728	68.175.828
Increase of Debts on wages and social security	4.660.544	2.042.297
Increase of tax debts	28.220.736	31.169.190
Increase of Customer advance	3.734.094	325.433
Decrease in Other Liabilities	.	(89.014)
Paid Income Tax	(27.889.761)	(10.563.418)
Net cash flow generated by (applied to) operating activities	<u>1.542.123</u>	<u>27.327.615</u>
INVESTMENTS ACTIVITIES		
Fixed Assets acquisitions	(4.988.728)	(7.617.101)
Net cash flow applied to investments activities	<u>(4.988.728)</u>	<u>(7.617.101)</u>
FINANCING ACTIVITIES		
Loans increases	12.931.385	-
Net cash Flow generated by financing activities	<u>12.931.385</u>	<u>-</u>
Subtotal Cash Increase	<u>9.484.780</u>	<u>19.710.514</u>
Financial and holding results of cash	<u>(7.594.731)</u>	<u>(4.001.584)</u>
CASH INCREASE	<u>1.890.049</u>	<u>15.708.930</u>

The accompanying notes and annexes are part of these financial statements.

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 Company President

NOTES TO FINANCIAL STATEMENTS
Fiscal Year ended on March 31st., 2020
Presented in comparative format with the fiscal year ended on 03/31/2019
(constant ARS - Note 2.1.)

NOTE 1 - BUSINESS DESCRIPTION

1.1 Business description.

HCL Argentina S.A. (hereinafter "the Company") was incorporated on July 16, 2009 with the purpose of dedicating itself to the provision of consulting services on computer and technology issues in the development of hardware and software, as well as the sale, distribution and leasing of hardware, software and accessories.

1.2 Company's Financial Situation (Working Capital)

Although the Company has a negative working capital of \$ 67.928.599, it is worth mentioning that said working capital contains net liability with other related parties of \$ 103.662.662.

NOTE 2 - BASIS FOR PREPARATION AND PRESENTATION OF FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the current professional accounting standards contained in the Technical Resolutions (RT) issued by the Argentine Federation of Professional Councils of Economic Sciences (FACPCE), approved by the Professional Council of Economic Sciences of the Autonomous City of Buenos Aires (CPCECABA), taking into account the provisions of the General Corporation Law (LGS) and the regulations of the General Inspection of Justice (IGJ).

The most relevant accounting standards applied by the Company have been the following:

2.1) Unit of measurement

The financial statements are prepared in constant currency (purchasing power pesos as of the closing date of the current fiscal year), as required by IGJ RG No. 10/2018, effective as of December 28, 2018, and the Resolution N ° 107/2018 of the Board of Directors (of the CPCECABA and its modification that requires the need to restate a constant currency the financial statements corresponding to fiscal years closed as of July 1, 2018 inclusive, in accordance with Resolution N ° 539/2018 of the Governing Board (JG) of the FACPCE of September 29, 2018. Res. JG FACPCE N ° 539 in turn:

- a) identified the existence of an inflation context as of July 1, 2018, when it was verified that the accumulated inflation rate measured by the wholesale domestic price index (IPIM) in the most recent three years had exceeded 100%; necessary condition to restate the figures of the financial statements in accordance with the parameters established by RT 39 of the FACPCE "Professional accounting standards: modification of RT No. 6 and No. 17. Expression in homogeneous currency", and
- b) approved the general and particular rules to be taken into account in the re-expression of financial statements in constant currency in accordance with the adjustment mechanisms provided for in RT 6 "Financial statements in homogeneous currency", including certain optional simplifications.

When applying RT6, the monetary restatement of accounting information (non-monetary assets and liabilities, components of net worth, and income and expenses) should be done retroactively as if the economy had always been hyperinflationary, using coefficients derived from a series of resulting indices. to combine the consumer price index (IPC) general level published by INDEC, with base month December 2016 = 100, with the general IPIM level published by INDEC for previous periods.

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Likewise, the figures corresponding to the preceding periods or periods presented for comparative purposes should be restated, without this fact modifying the decisions made based on the financial information corresponding to said period.

2.2) Exposure Criteria

The financial statements are presented in accordance with the exposure criteria established by the Technical Resolutions of the FACPCE.

For the purposes of comparative presentation, certain reclassifications were made in the information presented in the previous year, in order to present them on a uniform basis. The modification of the comparative information does not imply changes in the decisions made based on it.

2.3) Valuation Criteria

The main valuation criteria followed in preparing the financial statements are detailed below:

2.2.1 Cash and banks

At nominal value.

2.2.2 Sales credits, other credits and liabilities (except provisions and income tax and minimum presumed income)

At the value of the cash flows that will originate them, discounted, insofar as their effects are significant, using implicit, explicit or market rates, as applicable, in force at the time of each transaction.

Regarding the balances in foreign currency, the amounts obtained in accordance with the preceding paragraph were converted into Argentine currency at the exchange rates in effect at the closing date of each year. Exchange differences were imputed to the results of each exercise. The detail of each item is exposed in Annex III.

The labor cost liabilities are accrued in the period in which the employees have rendered the service that gives rise to such consideration.

Credit risk: except for credits with related companies (Note 5), the Company's Management understands that it does not have a significant concentration of credit risk. Clients are periodically subjected to credit evaluations of their financial capacity. In this sense, the clients that may be of doubtful collection are analyzed and, if applicable, the respective provision for bad debts is recorded, the evolution of which is set out in Annex II. The maximum credit risk involved does not differ significantly from the amounts of credits presented in the statement of financial position.

2.2.3 Inventories

Inventories are valued at their restated acquisition cost taking into account the guidelines detailed in Note 2.1. The registered value of inventories does not exceed its recoverable value.

2.2.4 Fixed Assets (Property, Plant and Equipment)

Property, Plant and Equipment are measured at acquisition cost restated in constant currency at the end of the year, in accordance with what is mentioned in Note 2.1, net of the corresponding accumulated depreciations. The acquisition cost includes all the necessary expenditures, to put the goods in a condition to be used economically.

Depreciations were calculated using the straight line method, applying annual rates sufficient to extinguish the values of the assets at the end of the estimated useful life.

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The Company's Board of Directors considers that the registered residual value of fixed assets, considered by homogeneous group of assets, does not exceed the recoverable value estimated based on the information available at the date of issuance of the financial statements.

2.2.5 Provisions

Included as Assets.

For uncollectible debtors: it is determined based on the individual analysis of clients with significant balances, of debtors with bankruptcy or reorganization risk and in judicial management. The analysis also takes into consideration the opinion of legal advisors and the guarantees received, if any, and the collective analysis of the rest of the debtors, which takes into account the credit's age, and the historical uncollectibility trends by type of client. The forecast represents, at the end of each year, the best estimate of the losses incurred due to the uncollectibility of credits.

2.2.6 Equity accounts

The net equity balances at the beginning of the year were restated at the end of the year by applying the coefficients mentioned in Note 2.1.

The Share Capital was restated in constant currency as established in Note 2.1, presenting the difference with the nominal value as "Capital Adjustment"

Reserved earnings and unallocated results were restated in closing currency, as established in Note 2.1.

The result for the year was obtained by the difference between the net assets at the beginning and at the close, measured in constant currency as of March 31, 2020.

2.2.7 Revenue recognition

Revenue from the sale of services is recognized in the Income Statement based on the services actually performed up to the closing date of the year.

Income from the sale of goods is recognized in the Income Statement when the significant risks and benefits of the property, have been transferred to the buyer.

2.2.8 Profits and Losses Accounts

The original values were restated to closing currency, except for:

- a) Depreciation: charges for depreciation were calculated based on the determined values of Fixed Assets, as explained above in this point.
- b) Financial and holding results (includes the result of the change in the purchasing power of the currency- RECPAM): It is determined by difference between the final result of the year and the subtotal of the items of the statement of results restated in constant currency and includes:
 - The result of the change in the purchasing power of the currency
 - The financial and holding results

2.2.9 Income Tax

The Company applies the deferred method to recognize the accounting effects of income tax. Based on said method, the future tax effect of tax losses and temporary differences derived from the differences between the accounting and tax valuation of assets and liabilities is recognized as a deferred tax asset or liability.

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Company President

Deferred assets and liabilities have been valued at their nominal value considering accounting values restated at the end of the year.

The deferred tax asset is recognized for accounting purposes only to the extent of its irrecoverability, therefore the balance recorded as deferred tax asset does not exceed its recoverable value.

2.2.10 Minimum Presumed Income Tax

The minimum presumed income tax (IGMP) was calculated by applying the current rate of 1% on the computable assets at the end of the year. This tax was complementary to the income tax. The Company's tax obligation in each year coincided with the higher of both taxes. However, if the IGMP exceeds income tax in a fiscal year, said excess may be computed as payment on account of income tax that may occur in any of the following ten fiscal years.

Law No. 27,260, in its Title V, article 76 establishes that the IGMP is repealed for the fiscal years that start from January 1, 2019. Consequently, as of March 31, 2020, it is not appropriate to calculate any charge in concept of said tax.

2.2.11 Lease Contracts

The Company classifies its lease contracts as "financial" or "operational" following the guidelines of Technical Resolution No. 18 of the FACPCE according to their economic substance. The costs of operating leases are accrued based on the term of the contract

As of March 31, 2020, the economic group entered into a framework contract for financial leases with certain clients, which will be executed by HCL Argentina S.A with its local clients, during the fiscal year that begins on April 1, 2020.

2.2.12 Significant accounting estimates and assumptions

The preparation of the financial statements in accordance with the aforementioned standards requires the preparation and consideration, by the Company's Management, of judgments, estimates and significant accounting assumptions to calculate, among others, the depreciation, the recoverable value of the assets, the charge for income tax, current and deferred tax and forecasts. In this sense, the uncertainty associated with the estimates and assumptions adopted could result in future results that could differ from those estimates and require significant adjustments to the reported balances of the assets and liabilities affected.

2.2.13 Cash and cash equivalents

In the statement of cash flows, cash and cash equivalents includes the balances of Cash and Banks.

	<u>03/31/2020</u>	<u>03/31/2019</u>
Banks on local currency	20.585.499	15.182.622
Checks to deposit	2.267.773	5.780.601
Cash and cash equivalents on Cash Flow Statement	<u>22.853.272</u>	<u>20.963.223</u>

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NOTE 3 - COMPOSITION OF THE MAIN ITEMS OF THE BALANCE SHEET

	03-31-2020		03-31-2019	
	Currents	Non Currents	Currents	Non Currents
a) Cash and Banks:				
Banks on local currency	20.585.499	-	15.182.622	-
Checks to deposit	2.267.773	-	5.780.601	-
	22.853.272	-	20.963.223	-
b) Accounts Receivables				
Debtors for sale	57.770.572	-	35.856.280	-
Services to be billed	37.182.342	-	24.238.344	-
Balances with related companies (Note 5.a)	56.570.515	-	54.458.888	-
Subtotal	151.523.429	-	114.553.512	-
Provision uncollectable debtors (Annex II)	(2.239.936)	-	(368.570)	-
	149.283.493	-	114.184.942	-
c) Other Credits:				
Balance in favor gross income tax	292.599	-	532.390	-
Advances to suppliers	2.207.998	-	1.070.625	-
Advances to employees	856.928	-	-	-
Others	508.285	-	7.529	-
Deferred assets (Nota 7)	-	50.760.374	-	32.328.882
	3.865.810	50.760.374	1.610.544	32.328.882
d) Inventories:				
Resale goods	17.720.829	-	287.838	-
Goods acquired to be used to financial leasing	57.123.292	-	-	-
	74.844.121	-	287.838	-
e) Accounts Payable:				
Suppliers in local currency (1)	106.426.383	-	9.678.404	-
Related accounts (Nota 5.a) (2)	134.094.045	-	117.909.020	-
Provision for fees (3)	1.703.040	-	3.144.765	-
Provision for expenses Related (Nota 5.a) (4)	26.139.132	-	(2.990.284)	-
Provision for Expenses- others (5)	11.930.070	-	7.924.069	-
	280.292.670	-	135.665.974	-

(1) It includes \$ 96.681.643 and \$ 830.644 in foreign currency as of 03/31/2020 and 03/31/2019 respectively (Annex III).

(2) It includes \$ 131.879.871 and \$ 93.731.141 in foreign currency as of 03/31/2020 and 03/31/2019 respectively (Annex III).

(3) It includes \$ 897.077 and \$ 768.103 in foreign currency as of 03/31/2020 and 03/31/2019 respectively (Annex III).

(4) It includes \$ 14.411.205 and \$ 11.868.370 in foreign currency as of 03/31/2020 and 03/31/2019 respectively (Annex III).

(5) It includes \$ 7.038.440 in foreign currency as of 03/31/2020 (Annex III)

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NOTE 4 – DEADLINES, INTEREST RATE AND UPDATE GUIDELINES FOR CREDITS AND DEBTS

Deadlines	03-31-2020	03-31-2019
	Credits (1) (2)	Credits (1) (2)
With Term		
Term expired		
From 0 to 3 months	13.117.980	11.665.493
From 3 to 6 months	14.224.555	15.000.388
From 6 to 9 months	6.630.551	2.691.830
From 9 to 12 months	7.490.941	923.002
More than 1 year	9.727.280	6.563.962
	51.191.307	36.844.675
Term to expire		
From 0 to 3 months	86.465.729	65.365.059
From 3 to 6 months	17.732.203	13.954.322
More than 1 year	50.760.374	32.328.882
	154.958.306	111.648.263
Total With Term	206.149.613	148.492.938
Total	206.149.613	148.492.938
Deadlines	03-31-2020	03-31-2019
	Liabilities (1)	Liabilities (1)
With Term		
Term expired		
From 0 to 3 months	93.803.312	20.215.501
From 3 to 6 months	4.731.783	11.465.198
From 6 to 9 months	14.520.196	16.131.498
From 9 to 12 months	14.973.340	16.272.312
More than 1 year	98.378.897	57.231.900
	226.407.528	121.316.409
Term to expire		
From 0 to 3 months	51.282.619	15.548.329
From 3 to 6 months	27.150.102	28.551.900
From 9 to 12 months	13.935.046	254.856
	92.367.767	44.355.085
Total With Term	318.775.295	165.671.494
Total	318.775.295	165.671.494

(1) The credits and debts do not accrue interest nor do they have an adjustment clause. The loans earn 1% interest plus Libor rate.

(2) Provisions aren't included

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NOTE 5 – BALANCES AND TRANSACTIONS WITH RELATED COMPANIES

The following are the balances and transactions carried out by the Company during the year ended March 31st, 2020 and 2019 with companies belonging to the same economic group:

a) Balances with related companies:

Credits	03/31/2020	03/31/2019
HCL América Inc.	1.855.482	7.375.229
HCL Axon Solutions (Shanghai)	5.235.400	1.873.694
HCL Axon Tech Inc (Canada)	480.147	100.900
HCL Technologies Limited	439.125	1.443.871
HCL Technologies Limited - IOMC	16.450.969	26.309.003
HCL Brazil Tecnología de Informacao LTDA	8.172.579	3.313.407
HCL Technologies South Africa PTY Limited	373.608	1.216.731
HCL Technologies Mexico	227.686	366.287
HCL Netherlands B.V.	52.658	9.682
HCL Great Britain LTD	67.076	(69.628)
HCL Filial Española de HCL Technologies	823.769	270.962
HLV Axon Tech. Inc.-SD	258	-
HCL Technologies Italy S.p.A.	(4.972)	-
HCL Singapore	441.351	284.207
HCL Poland sp.z	407.009	525.588
HCL Technologies Austria Gmbh	1.255.278	-
HCL Finland	1.217.178	8.769.478
HCL Ireland	63.940	460.670
HCL Technologies LTD Portugal	256.042	-
HCL Tech Sweden	48.918	352.445
HCL Tech Australia	137.750	204.362
HCL Tech Belgium	168.290	249.670
HCL Istambul	(13.310)	-
HCL Tech - LTD - ME Branch	13.443.218	-
HCL Tech Norway	18.967	46.381
HCL Technologies Indonesia	1.946	330.437
HCL Technologies Colombia SAS	4.517.704	78.338
HCL Czech Republic	121.121	870.756
HCL Technologies Chile	177.302	76.418
HCL Technologies Malasya	(14.702)	-
HCL Technologies Denmark	(2.658)	-
HCL Technologies Ltd Moscow	151.386	-
	56.570.515	54.458.888

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Liabilities	03/31/2020	03/31/2019
HCL América Inc.	12.134.461	7.017.412
HCL Technologies Limited	449.117	18.398.222
HCL Technologies Limited – IOMC	13.597.094	(8.218.571)
HCL Brazil Tecnología de Informacao LTDA	2.749.867	2.626.106
HCL Technologies Limited Org. Slozka	61.651	61.501
HCL Germany Gmbh	40.137.974	39.606.472
HCL Technologies Mexico	8.029.020	4.216.385
HCL Netherlands B.V.	1.256.252	1.275.919
HCL Technologies France	1.180.217	1.198.692
HCL Great Britain LTD	12.430.096	10.574.585
HLV Axon Tech. Inc.-SD	1.174.617	1.171.770
HCL Singapore	21.402.885	17.651.147
HCL Technologies (Shanghai) Limited	227.933	2.926.310
HCL Poland sp.z	717.774	328.444
HCL Technologies Austria Gmbh	3.418.909	1.664.374
HCL Japon	2.370.280	2.364.534
HCL Rumania	750.800	748.980
HCL Finland	650.687	577.083
HCL Ireland	2.128.013	1.049.976
HCL Axon (Ply) LTD	822.165	289.496
HCL Istambul	480.193	446.974
HCL Tech Norway	462.956	461.833
HCL Tech Philippines Inc	302.835	302.101
HCL Madurai	-	445.511
HCL Technologies Greece	2.237.325	2.201.522
HCL Technologies Ltd Lucknow	1.503.622	1.442
HCL Technologies Ltd, Swiss Branch	3.910.293	1.720.520
HCL Technologies Solutions Gmbh	-	685.863
HCL Technologies Ltd Moscow	2.892.601	784.563
HCL Technologies Chile	1.121.296	1.118.578
HCL Solution GMBH Zurich	721.897	720.147
HCL Technologies ME	544.905	500.845
Filial Española de HCL Technologies	408.500	-
HCL Hungary KFT	135.135	-
AXON Malasya SDN	146.368	-
HCL Arabia	475.781	-
HCL Corporate Services	307.425	-
HCL Axon Solutions (Shanghai)	3.263.712	-
HCL Axon (Pty) LTD	219.616	-
HCL Technologies Denmark ApS	662.177	-
HCL GMBH Suiza	709.649	-
HCL Technologies UK Limited	2.387.603	-
HCL Technologies B.V.	382.688	-
HCL Latin America Costa Rica	4.382.545	-
HCL Technologies Czech Republic	102.207	-
HCL Venezuela	77.239	-
HCL Axon Tech Inc (Canada)	669.220	-
HCL Tech Australia	4.399.209	-
HCL Technologies Istambul	1.636.368	-
	160.233.177	114.918.736

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b) Transactions with related Companies:

Services Revenues	03/31/2020	03/31/2019
HCL América Inc.	6.998.249	7.819.990
HCL Technologies Limited - IOMC	12.091.944	
HCL Brazil Tecnologia de Informacao LTDA	4.947.737	3.194.948
HCL Technologies South Africa PTY Limited	4.040.674	177.617
HCL Great Britain LTD	1.781.759	1.288.383
HCL Tech Sweden	-	471.426
HCL Tech Australia	-	231.276
HCL Technologies Finland OyKeilaranta	-	7.273.074
HCL Poland sp.z	43.051	-
HCL Technologies (Shangai) Limited	3.541.230	1.230.608
HCL Singapore	206.430	-
HCL Filial Española de HCL Technologies	818.527	1.171.439
HCL Technologies Austria Gmbh	1.732.893	-
HCL Axon Tech Inc. (Canada)	1.090.340	2.639.846
HCL Istambul	2.376.545	83.762
HCL Tech Norway	2.195.620	-
HCL Tech LTD - ME Branch	12.782.915	809.095
HCL Ireland	-	413.543
HCL Czech Republic	944.716	719.632
HCL Technologies Indonesia	-	601.234
HCL Technologies Thailand	-	336.243
HCL Technologies Chile	103.961	-
HCL Colombia	-	70.324
HCL Technologies Italy S.p.A.	325.519	-
HCL Technologies LTD Portugal	211.605	-
HCL Technologies Colombia SAS	3.890.161	-
HCL Malasya	570.149	-
HCL Technologies Denmark ApS	474.443	-
HCL Technologies Ltd Moscow	125.112	-
HCL Netherlands B.V	53.247	-
HCL Technologies Mexico	1.884.639	-
	63.231.466	53.019.370

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Services received and reimbursement of expenses	03/31/2020	03/31/2019
HCL América Inc.	3.799.736	3.420.065
HCL Technologies Limited	232.688	298.405
HCL Technologies Limited - IOMC	16.759.770	11.467.130
HCL Great Britain LTD	3.559.719	3.498.559
HCL Netherlands B.V.	394.101	193.824
HCL Germany Gmbh	1.116.639	9.488.244
HCL Technologies Mexico	3.349.877	3.147.280
HCL Singapore	3.700.811	6.147.471
HCL Technologies Austria Gmbh	1.716.737	1.039.416
HCL Axon (Pty) LTD	679.564	252.057
HCL Tech Philippines Inc	-	107.094
HCL Ireland	1.124.532	875.543
HCL AXON Shanghai	2.312.535	2.019.689
HCL Technologies Chile	-	1.056.657
HCL Technologies Greece	-	2.272.349
HCL Technologies Ltd Moscow	1.752.151	6.409
HCL Tech Sol Zurich	-	173.603
HCL Moscow	2.106.131	741.132
HCL Technologies Swiss branch	1.748.008	1.775.872
HCL Brazil Tecnologia de Informacao LTDA	122.253	-
HCL Hungary KFT	117.992	-
HCL Tech Australia	4.426.792	-
HCL Technologies Finland	82.180	-
HCL Poland sp.z	388.532	-
HCL Technologies (Shangai) Limited	300.964	-
Filial Española de HCL Technologies	372.947	-
HCL Axon Tech Inc. (Canada)	655.411	-
HCL Tech Belgium	1.518.175	-
HCL Technologies Istanbul	28.057	-
HCL Technologies Czech Republic	102.207	-
HCL Technologies Denmark ApS	597.546	-
HCL Arabia	490.892	-
HCL Malasya	143.348	-
HCL Corporate Services	307.425	-
	54.007.720	47.980.799

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NOTE 6- ADJUSTMENT OF PREVIOUS EXERCISES RESULTS (AREA)

As of March 31, 2019, the Company recorded an adjustment to the accumulated results at the beginning of the year of \$ 7.650.186, modifying the information presented for comparative purposes, as a result of the reversal of the exchange difference recognized on the balances. of credits for sales of related companies.

NOTE 7- INCOME TAX

The composition of the net asset and liability balance for deferred income tax as of March 31, 2020 and 2019 is as follows:

	<u>03/31/2020</u>	<u>03/31/2019</u>
Deferred Income Tax- assets and liabilities		
Debts with related companies	40.228.213	31.108.484
Expenses	8.513.720	1.638.325
Tax inflation adjustment 5/6	3.596.277	-
Discount to current Value	(491.045)	90.793
Fixed Assets	(1.086.791)	(508.720)
Total net assets for deferred tax (Note 2.3.9)	<u>50.760.374</u>	<u>32.328.882</u>

The profit (loss) for income tax corresponds to the variations of the balances of the deferred tax accounts net of current tax. The breakdown of it is as follows:

	<u>03/31/2020</u>	<u>03/31/2019</u>
Current Tax (loss)	(13.743.708)	(22.910.052)
Deferred Tax (profit)	18.431.492	15.516.373
Net Income Tax profit (loss)	<u>4.687.784</u>	<u>(7.393.679)</u>

The reconciliation between the income tax charged to results and the one that would result from applying the current tax rate to the accounting result before taxes is detailed below

	<u>03/31/2020</u>	<u>03/31/2019</u>
Loss before income tax	(23.628.884)	4.951.654
Rate	30%	30%
Calculated Tax	7.088.665	(1.485.496)
Tax inflation adjustment 1/6	799.173	-
Tax inflation adjustment 5/6	3.596.277	-
Account inflation adjustment	(6.912.840)	(5.810.943)
Others	116.509	(97.240)
Net income tax (loss)	<u>4.687.784</u>	<u>(7.393.679)</u>

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a) Changes in the Income Tax Rate.

On December 29, 2017, the National Executive Power (PEN) promulgated and published Law No. 27,430 that introduced modifications to the income tax regime partially modified afterwards by the Law of Social Solidarity and Productive Reactivation in the framework of the Public Emergency (the "Public Emergency Law"). At the end of the year ended March 31, 2020, the main changes in effect were:

- the reduction of the tax rate from 35% to 30% for the fiscal years beginning on or after January 1, 2018 and to 25% for the fiscal years beginning from 2020; and
- dividends distributed to human beings and beneficiaries abroad, from the indicated years, will be taxed at a rate of 7% and 13% respectively.

Subsequently, on December 23, 2019, through the enactment of Law No. 27,541, the reduction of the aforementioned aliquots was provisionally suspended, with the aliquot being 30% applicable until the years beginning on or after 1 January 2022 inclusive. Then the tax rate will be 25% as provided in Article 73 of the Income Tax Law.

b) Tax inflation adjustment

The aforementioned Law No. 27,430 with the modifications of the Public Emergency Law, with the modifications incorporated by Law 27,468 of December 4, 2018, established the obligation from the fiscal years started on January 1, 2018, of deduct or incorporate the tax result, the inflation adjustment calculated based on the procedure described in the Income Tax Law -Title VI-, only to the extent that it is verified that the variation in the accumulated consumer's price index (IPC) in the 36 months prior to the end of the year that is settled exceeds 100%.

During the first three years from the entry into force (years beginning on January 1, 2018) the adjustment for tax inflation will be applicable to the extent that the variation in the IPC for each of them exceeds 55%, 30% and 15% respectively. The resulting inflation adjustment, whether positive or negative, must be imputed in six equal parts, one sixth being computed in the year to which the calculation corresponds and the remaining five sixths in the immediately following ones. As of the fourth year, the amount of the adjustment for tax inflation is charged in the same year.

The change in the IPC for the fiscal year ended March 31, 2019 did not reach the percentage provided by law for the application of the adjustment for tax inflation. However, at the closing of this fiscal year the variation of the index was 48% and, consequently, the Company determined the amount of the adjustment for inflation at \$ 4.395.449 (loss at tax level). Following the transition methodology foreseen in the tax regulation, one sixth of this amount (\$ 799.173) was computed adjusting the tax result for the current year, impacting the calculation of current tax. The remaining five sixths will be computed in the next five years and were considered as a deductible temporary difference, recognized in the balance of the deferred tax asset to the extent of its recoverability, for \$ 3.596.277 at the income tax rate considered for each exercise.

NOTE 8 – CAPITAL STATEMENT

As of March 31, 2020, the capital stock is issued, subscribed, registered and integrated amounts to 2.962.875.

As of March 31, 2020, the capital adjustment, resulting from the restatement in constant currency of share capital amounts \$ 17.604.392.

As a consequence of the magnitude of fiscal year loss and the accumulated losses as of March 31st, 2020, the Company's equity became negative, reaching a total of \$ (7.624.170). By application of Art. 59

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of Public Emergency Law (N° 27.541), promulgated by the Senate of the Argentine Nation on December 21st 2019, the application of dissolution for loss of capital (Art. 94, inc.5 of General Corporate Law N° 19.550) is suspended until December 31st 2020, due to the declaration of public emergency, in economic, financial, fiscal, administrative, pension, tariff, energy, health and social matters.

On May 8th 2020, as recorded in Act.No 83, the Board of Directors accepted, ad-referendum of the Shareholders' meeting, the offer of irrevocable contributions sent by shareholder of the Company, HCL Latin America Holding LLC for the sum of us dollars 2.000,000 (two million us dollars). Said amount was deposited in the Bank account of the Company on May 8th, 2020, for a total value of \$ 132.300.000 (argentine pesos thirty-two million, tree-hundred thousand). The offer made by the shareholder, proposes, ad-referendum of the Assembly, the capitalization of 1.000.000 non-endorsable registered ordinary shares, with a nominal value of \$ 1 each, and with the right of one vote per share, with a share premium, for the difference between the capitalized amount and the total irrevocable contribution.

NOTE 9 – PUBLIC EMERGENCY LAW

The main aspects of Law No. 27,541 -Public Emergency Law- already mentioned in previous Notes, which could affect the Company are the following:

- Purchase of foreign currency: an emergency tax is created, for a period of 5 years, of 30% on purchases in foreign currency (excluding medicines, books and educational platforms), hoarding in that currency, the extraction or cash advance abroad, acquisition of services abroad through the country's travel agency and acquisition of passenger transport services destined abroad. The tax will be payable for purchases made from the publication of the reform.
- Tax on debits and credits: the tax on bank credits and debits on cash withdrawals made by legal entities (excluding small and medium-sized companies) is doubled.
- Fixed Terms: interest income on deposits in non-adjustable local accounts is exempt from income tax.
- Income tax: the reduction of the income tax rate for entities that obtain third category income (which was mentioned in Note 7) is suspended until December 31, 2021, so the rate of 30% and 7% in the case of distribution of dividends up to said date.
- Suspension of the application of the article of the LGS that establishes the obligation to dissolve companies that have negative net worth (Note 8).

NOTE 10 – MODIFICATIONS TO THE FOREIGN MARKET

On September 1, 2019, Decree 609/2019 of the PEN was published, modified by Decree No. 91/2019 of December 27, 2019, which establishes certain extraordinary and transitory rules related to exports of goods and services, with transfers abroad and with access to the exchange market. In this sense and on the same date, the Central Bank of the Argentine Republic (BCRA) issued Communication 'A' 6770 with subsequent modifications, which provides, among other measures:

- exporting companies must enter the country the foreign currency from exports within a maximum of five business days after collection or 180 days after the shipment permit (15 days in the case of export of commodities);
- The application of export charges to the cancellation of advances and pre-financing loans for exports is allowed, if it meets certain requirements. Otherwise the prior approval of the BCRA is required;
- The obligation of entry and settlement in the local market of changes of new financial debts abroad is established that are disbursed as of September 1, 2019;

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• The exchange market may be accessed to cancel foreign currency obligations between residents as instrumented by means of public records or deeds as of August 30, 2019. However, access to the exchange market for the payment of debts and others is prohibited. Foreign currency obligations between residents, arranged as of September 1, 2019.

Likewise, the BCRA's prior compliance requirement for access to the exchange market is established for:

- the line of profits and dividends;
- payment of services with related companies abroad;
- pre-cancellation of debt for imports of goods and services;
- the pre-cancellation of financial debts (principal or interest) with more than 3 business days before maturity; and
- payments of past due or demand debts for imports of goods with related companies abroad when it exceeds the equivalent of two million dollars per month.

Subsequently, on January 16, 2020, the BCRA, through its communication "A" 6869, authorizes access to the exchange market to transfer foreign currencies for profits and dividends to non-resident shareholders, without prior agreement of said entity, if the following conditions are met: • correspond to closed and audited balances

- The total amount for this concept, including the payment whose course is being requested, does not exceed the amount in pesos that corresponds to it according to the distribution determined by the Shareholders' Meeting.
- the total amount of transfers for this concept carried out through the exchange market since January 17, 2020, including the payment that is being requested, does not exceed 30% of the value of new contributions of foreign direct investment in companies residents admitted and settled through the exchange market as of the aforementioned date
- Access occurs within a period not less than 30 calendar days from the settlement of the last contribution that is computed for the purposes of the requirement set forth in the previous point.
- The documentation that endorses the definitive capitalization of the contribution or the proof of the beginning of the registration process must be submitted to the corresponding Public Registry of Commerce. Likewise, the documentation of the final capitalization of the contribution must be presented within 365 calendar days from the start of the process.

Cases that do not meet any of the requirements set forth above will require the prior approval of the BCRA.

NOTE 11 – PANDEMIC AND EVENTS AFTER THE CLOSING OF THE FINANCIAL YEAR

On March 11, 2020, the World Health Organization declared the outbreak of Coronavirus (COVID-19) a pandemic, due to its rapid spread throughout the world, having affected more than 150 countries. Most governments have taken restrictive measures to contain the spread, including: isolation, confinement, quarantine, and restriction on the free movement of people, closure of public and private premises, except for those called essential or basic necessities (health, food, fuels and communications) and closing of borders and drastic reduction of air, maritime, rail and land transport

In the Argentine Republic, where the Company operates, on March 12, 2020, through PEN Decree No. 260/2020, and its amendments, the sanitary emergency was decreed to manage the crisis situation caused by COVID- 19, and finally, on March 19, the PEN issued Decree No. 297/2020 declaring social

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with our Audit Report dated on 07/28/2020
IGLESIAS, ROHVEIN & ASOC.
C.P.C.E.C.A.B.A. T°7 F°203

María Laura Iglesias (Socia)
Contador Público U.C.A.
C.P.C.E.C.A.B.A. T° 203 F° 174

Juan Marcos Rougés
Company President

isolation, preventive and compulsory, effective from March 20 to March 31, 2020 inclusive. On March 31, 2020, April 11, 2020, April 26, 2020, May 11, 2020, May 24, 2020, June 8, 2020, June 29, 2020 and July 18, 2020, the PEN issued Decrees N° 325/2020, N° 355/2020, N° 408/2020, N° 459/2020, N° 493/2020, N° 520/2020 N° 576/2020 and 605/2020 respectively, for which the term established by Decree N° 297/2020 is extended until on August 2, 2020, being able to extend this term for the time considered necessary in light of the epidemiological situation.

These measures consist of the slowdown or suspension of the majority of the non-essential activities carried out by individuals and, consequently, are significantly affecting the national, regional and global economy, due to the interruption or slowdown of supply chains and the Significant increase in economic uncertainty, evidenced by an increase in the volatility of asset prices, exchange rates and a decrease in long-term interest rates.

In relation to the financial statements as of March 31, 2020, the economic-financial consequences derived from the aforementioned events are considered a fact subsequent to the closing of the fiscal year and will be recognized in the financial statements of the new fiscal year. As of the date of issuance of these financial statements, it is not possible to make an estimate of the present and future impacts derived from these events on the equity and financial situation of the Company, on its results or on its cash flows. However, the Company's Management considers that the circumstances described do not invalidate the application of accounting policies corresponding to a going concern in the preparation of the financial statements as of March 31, 2020

The COVID-19 pandemic is having significant effects on global markets, supply chains, businesses and communities. As of the date of issuance of these financial statements, the Company is unable to quantify the potential effects of this pandemic on future financial statements. The extent of the impact will depend on future developments, including the duration and spread of the outbreak and related governmental or other regulatory action. However, the Company's Management has evaluated that since the Company performs providing in the technology segment, the activity continues to be carried out remotely, using home office, and telework, which significantly reduces the negative impacts that the pandemic could have on its level of activity and its billing.

The Company's Management will continue to analyze the impact of those events and circumstances that may occur in the future on the equity and financial situation of the Company and on the results of its operations and cash flows during the year beginning on April 1, 2020. cash corresponding to periods subsequent to the issuance of these financial statements.

Except of what was mentioned above, there are no events or transactions that occurred between the closing date of the fiscal year and the date of issuance of the financial statements that could significantly affect the financial situation or the results of the Company as of the closing date of this fiscal year.

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FIXED ASSETS EVOLUTION
FISCAL YEAR ENDED ON MARCH 31ST., 2020
Presented in comparative format with the fiscal year ended on 03/31/2019
 (Constant ARS -Note 2.1)

Items	Source Values			Depreciations				Net as of 03-31-20	Net as of 03-31-19	
	Beginning of the fiscal year	Acquisitions	Decreases	At the end of the fiscal year	Beginning of the fiscal year	Decreases	Fiscal year			At the end of the fiscal year
Equipment	11.768.136	4.988.728	(169.996)	16.586.868	4.155.141	(30.900)	2.918.572	7.042.813	9.544.055	7.612.995
Totals as of 03-31-2020	11.768.136	4.988.728	(169.996)	16.586.868	4.155.141	(30.900)	2.918.572	7.042.813	9.544.055	-
Totals as of 03-31-2019	9.131.184	7.617.101	(4.980.149)	11.768.136	2.474.165	(437.214)	2.118.190	4.155.141	-	7.612.995

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PREVISIONS EVOLUTION
FISCAL YEAR ENDED ON MARCH 31ST., 2020
Presented in comparative format with the fiscal year ended on 03/31/2019
 (Constant ARS -Note 2.1)

Rubro	At the beginning of fiscal year	Effects for monetary correction	Exercise increases	Exercise decreases	Totals as of 03-31-2020	Totals as of 03-31-2019
ASSETS						
Provision for uncollectable debtors	368.570	(120.135)	1.991.501	-	2.239.936	368.570
Totals as of 03-31-2020	368.570	(120.135)	1.991.501	-	2.239.936	-
Totals as of 03-31-2019	-	-	368.570	-	-	368.570

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ANNEX III

ASSETS AND LIABILITIES IN FOREIGN CURRENCY
FISCAL YEAR ENDED ON MARCH 31ST., 2020
Presented in comparative format with the fiscal year ended on 03/31/2019

Item	Currency	Nominal Value	Exchange Rate	Totals as of 03-31-2020 Constant ARS (Note 2.1)	Totals as of 03-31-2019 Constant ARS (Note 2.1)
LIABILITIES					
CURRENT LIABILITIES					
Related Companies	€	716.345	71,148	50.966.493	44.064.379
Related Companies	USD	894.937	64,469	57.695.707	31.369.414
Related Companies	MXN	2.945.890	2,663	7.844.904	3.218.853
Related Companies	SGD	339.771	45,2445	15.372.767	15.078.495
Fees provision	USD	13.915	64,469	897.077	768.103
Accrued Expenses Related Companies	USD	152.570	64,469	9.836.027	8.287.755
Accrued Expenses Related Companies	€	9.702	71,148	690.251	2.334.090
Accrued Expenses Related Companies	MXN	69.139	2,663	184.116	997.532
Accrued Expenses Related Companies	SGD	81.796	45,2445	3.700.811	248.993
Invoices to receive- Accounts payable	USD	109.176	64,469	7.038.440	-
Accounts payable	USD	1.499.661	64,469	96.681.643	830.644
Loans	USD	200.583	64,469	12.931.385	-
Total, current liabilities				263.839.621	107.198.258
TOTAL LIABILITIES				263.839.621	107.198.258

USD: USA Dollars
 € Euros
 SGD Singapur Dollars
 MXN Mexican pesos

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ANNEX IV

COSTS OF SALES AND RENDERED SERVICES
FISCAL YEAR ENDED ON MARCH 31ST., 2020
Presented in comparative format with the fiscal year ended on 03/31/2019
 (Constant ARS -Note 2.1)

	<u>03-31-2020</u>	<u>03-31-2019</u>
Inventory on the beginning of the fiscal year	287.838	-
Purchases	105.412.359	287.838
Cost of rendered services (Anexo V)	128.905.816	90.402.741
Inventory on the end of the fiscal year (Note 3 d)	(74.844.121)	(287.838)
Cost of sales and rendered services	<u>159.761.892</u>	<u>90.402.741</u>

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ANNEX V

INFORMATION REQUIRED BY ART. 64 INC. B) OF LAW 19.550
FISCAL YEAR ENDED ON MARCH 31ST., 2020
Presented in comparative format with the fiscal year ended on 03/31/2019
 (Constant ARS -Note 2.1)

Rubros	Cost of rendered services	Administration Expenses	Marketing Expenses	Totals as of 03-31-2020	Totals as of 03-31-2019
Fees	63.802.147	14.226.097	-	78.028.244	68.709.292
Wages and Social Charges	48.960.836	-	-	48.960.836	23.183.122
Gross Income Tax	-	-	8.522.889	8.522.889	5.352.766
Taxes and rates	1.907.630	-	-	1.907.630	830.626
Depreciations (Annex I)	2.918.572	-	-	2.918.572	2.118.190
Benefits to staff	7.770.642	-	-	7.770.642	3.131.113
Indemnities	3.041.068	-	-	3.041.068	-
Telephone expenses	138.277	-	-	138.277	610.508
Bank expenses	-	321.520	-	321.520	120.737
Uncollectible debtors	-	-	1.991.501	1.991.501	368.570
Travel Expenses	366.644	-	-	366.644	46.630
Office Expenses	-	3.333.224	-	3.333.224	-
Various	-	947.033	-	947.033	3.095.658
Totals as of 03-31-2020	128.905.816	18.827.874	10.514.390	158.248.080	-
Totals as of 03-31-2019	90.402.741	11.443.135	5.721.336	-	107.567.212

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Juan Marcos Rougés
 Company President



INDEPENDIENT AUDITORS´ REPORT OF FINANCIAL STATEMENTS

Sirs

HCL Argentina S.A.

Legal Address: 25 de Mayo 489 - Piso 3 - CABA

C.U.I.T: 30-71113397-2

We have audited the financial statements of HCL ARGENTINA S.A. (hereinafter referred to as "The Society"), which comprise the balance sheet at March 31st, 2020, income statements, changes in shareholders' equity and cash flow for the year ended on that date, as well as the notes 1 to 11 and annexs I, II, III, IV and V are presented as supplementary information.

The figures and other information for the year ended March 31st, 2019 are an integral part of the financial statements referred to above and are presented with the purpose of being interpreted exclusively in relation to the figures and with the information of the current fiscal year.

Responsibility of the Board of Directors in relation to the financial statements

The Board of Directors is responsible for the preparation and fair presentation of the financial statements in accordance with international accounting standards in force in the Autonomous City of Buenos Aires, Argentina, and internal control that Management considers it necessary so that the financial statements do not contain significant errors.

Auditor's responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with auditing standards established in the Technical Resolution N° 37 of the Argentine Federation of Professional Councils in Economic Sciences (FACPCE). Those standards require us to fulfill the requirements of ethics, and plan and we run the audit to obtain reasonable assurance that the financial statements do not contain significant errors. An audit involves performing procedures on selective basis for obtaining elements of judgment on the figures and statements presented in the financial statements. The procedures selected depend on our professional judgment, including the assessment of the risk that the financial statements contain significant errors. To perform this risk assessment, we consider the existing internal control in society concerning the preparation and presentation of financial statements in order to select audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of internal control of society. As part of the audit are also evaluated the accounting policies used, significant estimates made by management and the presentation of the financial statements as a whole. We believe that the audit evidence we have obtained is sufficient and appropriate evidence to support our professional opinion.

Opinion

In our opinion, the attached financial statements present fairly, in all material respects, the assets and liabilities and financial situation of society by March 31st, 2020, the results of their operations, variations in its net assets and cash flow for the year ended on that date, in accordance with the professional accounting standards in force in the Autonomous City of Buenos Aires.

Report on other legal and regulatory requirements

In compliance with other current legal and regulatory requirements, we inform that:

- a) the attached financial statements arise from the accounting records of the Society carried out, in its formal aspects, in accordance with the current legal provisions;
- b) we have applied the procedures on the prevention of money laundering and terrorist financing envisaged in the relevant professional standards issued by the FACPCE, and
- c) to March 31st. 2020, the debt accrued in concept of input and contributions to the Argentine Pension Integrated System that arises from the accounting records amounted to \$1.274.216,41, not existing debts due from that date.

Autonomous City of Buenos Aires, July 28th, 2020.

IGLESIAS, ROHVEIN & ASOC.
C.P.C.E.C.A.B.A. T°7 F°203

María Laura Iglesias (Socia)
Public Accountant U.C.A.
C.P.C.E.C.A.B.A. T° 203 F° 174