

COMPONENT AUDITOR SUMMARY MEMORANDUM

[Items with a "*" denote "significant matters [significant findings or issues]."]

Group Name:	Alpha Rank Limited	Period End:	30 June 2021
Component Name:	Cosmopolitan Industries Pvt. Limited (CIPL)		

This summary memo should be read in combination with supporting appendixes referenced herein. See responses below for references to additional supporting information.

SCOPE OF WORK PERFORMED

Did you include within your procedures all of the account balances, classes of transactions, disclosures, and controls communicated in the Referral Instructions?

☒ Yes

☐ No

SIGNIFICANT CHANGES IN THE COMPONENT AND ITS ENVIRONMENT

Have there been any significant changes in the component, its environment, or its industry that occurred subsequent to the completion of the audit planning memorandum?

☐ Yes

☒ No

CONCLUSION ABOUT OUR ASSESSMENT OF ENGAGEMENT RISK*

Have there been any changes to engagement risk determined at planning?

☐ Yes

☒ No

Has the engagement been assessed with an engagement risk of greater-than-normal or much-greater-than-normal?

☐ Yes

☒ No

COMPONENT MATERIALITY AND COMPONENT PERFORMANCE MATERIALITY [TOLERABLE MISSTATEMENT]

Were there any changes made to the initial determination of component materiality and component performance materiality [tolerable misstatement]?

☐ Yes

☒ No

SIGNIFICANT CHANGES IN OUR RISK ASSESSMENTS AND MODIFICATIONS TO PLANNED AUDIT PROCEDURES*

Have there been significant changes in our risk assessments, including risks that were not identified previously?

☐ Yes

☒ No

Were there any significant modifications to planned audit procedures?

☐ Yes

☒ No

USING THE WORK OF AN AUDITOR'S SPECIALIST

<Note to preparer: Copy and paste this section for each auditor's specialist that is used.>

Was the work of an auditor's specialist (external and internal) used in the audit?

☐ Yes

☐ No

USING THE WORK OF A MANAGEMENT'S EXPERT

Was the work of a management's expert used in the audit?

☐ Yes

☒ No

USING INTERNAL AUDIT FUNCTION (OR SIMILAR FUNCTION) AND/OR THE WORK OF OTHERS

Was the work of the internal audit function (or similar function) and/or the work of others used in the audit?

☐ Yes

☒ No

USE OF AUDIT TOOLS

Did we use audit tools during our audit procedures?

☐ Yes

☒ No

ACCOUNTING ESTIMATES, SIGNIFICANT RISKS, AND CERTAIN OTHER SIGNIFICANT MATTERS [SIGNIFICANT FINDINGS OR ISSUES]*

Did you identify any of the following in your planning memo or subsequent to submission of the planning memo?

1. Accounting estimates highly dependent upon judgment or assumptions (including accounting estimates that represent significant risks).*
2. Other significant risks i.e., other than accounting estimates that represent significant risks.*
3. Matters that are significant involving the selection, application, and consistency of accounting policies.
4. Matters that are significant involving complex or unusual transactions.*

☒ Yes

☐ No

For any items identified complete **Deliverable Hr, Appendix to Component Auditor Summary Memo for Identified Significant Items.**

ISSUES RELATING TO FRAUD AND COMPLIANCE WITH LAWS AND REGULATIONS*

Were any issues relating to fraud identified during the audit?

☐ Yes

☒ No

Were any issues relating to identified or suspected non-compliance with laws and regulations <*> identified during the audit?

*<*This question should be updated to include any country-specific regulations, including those that the group engagement team may have asked us to address (e.g., compliance with the US Foreign Corrupt Practices Act if applicable).>*

☐ Yes

☒ No

ACCOUNTING, AUDITING, AND INDEPENDENCE CONSULTATIONS

Did you have any accounting, auditing, or independence consultations relating to the audit?

☐ Yes

☒ No

IMPORTANT INFORMATION DERIVED FROM CONCLUDING ANALYTICAL PROCEDURES

<Note to preparer: Select from the following options, and delete the other.>

<Option 1: Insert if the component auditor provides the information in an Appendix>

We have summarized the account balances, classes of transactions, or disclosures subject to our procedures in **Appendix C-1, Preliminary Analytical Review**. We have verified that the information subject to procedures included in our appendix entered below reconciles to the financial statements sent to the group engagement team.



Appendix C-1,
Preliminary Analytical

CIRCUMSTANCES THAT CAUSED US SIGNIFICANT DIFFICULTY IN APPLYING AUDIT PROCEDURES*

Were there any circumstances that caused you significant difficulty in applying audit procedures?

☐ Yes

☒ No

OVERALL EVALUATION OF MISSTATEMENTS/DEFICIENCIES — RESULTS OF AUDIT PROCEDURES INDICATING SIGNIFICANT DEFICIENCIES OR MATERIAL WEAKNESSES¹ IN INTERNAL CONTROL OVER FINANCIAL REPORTING, MATERIAL OMISSIONS IN THE FINANCIAL STATEMENTS, MATERIAL MISSTATEMENTS, OR MATERIAL AUDIT ADJUSTMENTS*

Did you identify numeric misstatements (whether or not corrected by management)?

☐ Yes ☒ No

Did you identify disclosure misstatements or material omissions in the financial statements (whether or not corrected by management)?

☐ Yes ☒ No

Did you identify the existence of deficiencies, significant deficiencies or material weaknesses² in internal control over financial reporting (whether or not remediated by management)?

☐ Yes ☒ No

For any misstatement or deficiency identified based on your responses above, complete and submit **Deliverable I, Summary of Component Misstatements and Deficiencies in Internal Control**.

Our overall conclusion reached in our evaluation of misstatements, including disclosure deficiencies:

< Note to preparer: Indicate your conclusion by deleting any of the following blocks of text that are not applicable, as appropriate.>

Select from the following options if you have performed an audit of the component's financial information:

The uncorrected misstatements, including disclosure misstatements, are not material individually or in the aggregate based on the established materiality level. We believe that the financial statement is not materially misstated.

Select from the following options if you have performed an audit of one or more account balances, classes of transactions, or disclosures of the component:

The uncorrected misstatements, including disclosure misstatements, are immaterial based on the materiality level established by the group engagement team. We believe that the **account balances, classes of transactions, or disclosures** as reported in the financial statement are not materially misstated.

Select from the following options if you have performed a review of the component's financial information:

The uncorrected misstatements, including disclosure misstatements, are immaterial based on the established materiality level. Nothing has come to our attention that leads us to believe that the financial statement is materially misstated.

RELATED PARTIES

Have you identified any of the following: (1) related-party relationships or transactions that were not approved or authorized in accordance with the group's policies, (2) related-party relationships or transactions for which exceptions to the group's policies or procedures were granted, or (3) significant related-party transactions that appear to lack a business purpose?

☐ Yes

☒ No

GROUP MANAGEMENT WRITTEN REPRESENTATION LETTER

Have you identified any items for inclusion in the Group Management Representation Letter?

☐ Yes

☐ No

COMPONENT MANAGEMENT WRITTEN REPRESENTATION LETTER

Were you requested by the group engagement team or did you obtain a component management written representation letter?

☒ Yes

☐ No

<Note to preparer: If Yes and the component audit work is being performed to support a PCAOB group audit, provide a copy of the component management written representation letter to the group engagement team as soon as practicable, but no later than the date of your clearance memo.>

COMMUNICATION WITH LEGAL COUNSEL

Have you identified any items for inclusion in the Group Legal Representation Letter?

☐ Yes

☒ No

MANAGEMENT LETTER COMMENTS

During the performance of the engagement were any findings identified and discussed with component management?

☐ Yes

☐ No

KEY AUDIT MATTERS/CRITICAL AUDIT MATTERS

<Note to preparer: This section is only applicable for groups who are communicating Key Audit Matters or Critical Audit Matters in their audit reports.>

Do you have a separate reporting requirement to communicate key audit matters (KAMs) or critical audit matters (CAMs)? *(These matters are to be communicated as soon as practicable and can be communicated prior to completion of the Component Auditor Summary Memo.)*

☐ Yes

☒ No

MODIFICATION OF OUR CLEARANCE MEMO(S)

Did we identify any matters that resulted in the modification of our clearance memo(s)? *(These matters are to be communicated as soon as practicable and can be communicated prior to completion of the Component Auditor Summary Memo.)*

☐ Yes

☒ No

CONCLUSION AS TO WHETHER AUDIT PROCEDURES PERFORMED AND EVIDENCE OBTAINED ARE APPROPRIATE AND SUFFICIENT TO SUPPORT OUR CLEARANCE MEMO(S)

<Note to preparer: Indicate your conclusion by deleting any of the following blocks of text that are not applicable, as appropriate.>

The scope of our audit performed on the component's financial information and the evidence obtained was appropriate and sufficient to support our clearance, based on the materiality level established by you.

CONCLUSION ON THE GOING CONCERN ASSUMPTION

Have procedures been performed to assess the components ability to continue as a going concern?

☒ Yes

☐ No

Document the conclusions reached regarding the appropriateness of the going concern assumption and the effect, if any, on the reporting package:

- If no events or conditions have been identified that would cast significant [substantial] doubt regarding the component's ability to continue as a going concern, summarize the procedures performed to arrive at your conclusion that the going concern assumption is appropriate and no disclosures in the group financial statements or modifications to the group opinion are warranted.
- If events or conditions have been identified, summarize the work performed to evaluate the going concern assumption.

None

SIGNIFICANT MATTERS [SIGNIFICANT FINDINGS OR ISSUES] COMMUNICATED TO THOSE CHARGED WITH GOVERNANCE OF THE COMPONENT

Describe any significant matters [significant findings or issues] that were communicated to those charged with governance of the component.

There is no such matter to communicate with those charged with governance.

SIGNIFICANT MATTERS [SIGNIFICANT FINDINGS OR ISSUES] FOR COMMUNICATION TO THOSE CHARGED WITH GOVERNANCE AND/OR MANAGEMENT OF THE GROUP

Are there any significant matters [significant findings or issues] that need to be communicated to those charged with governance or to group management?

☐ Yes

☒ No

OTHER MATTERS OF SIGNIFICANCE TO THE GROUP

For any matters not documented elsewhere in this memorandum, document below those matters that would be of significance to reviewers.

None

CONCLUSION ABOUT ENGAGEMENT CONTINUANCE

As a result of our audit procedures, are there any concerns with continuing to serve this component?

☐ Yes

☒ No

NOTES

¹ Material weakness only applicable to audits performed in accordance with PCAOB and other jurisdictional standards (e.g., AICPA standards).

² Material weakness only applicable to audits performed in accordance with PCAOB and other jurisdictional standards (e.g., AICPA standards).