



## DNX GROUP ROBOTIC RENTAL

This is an audited consolidated financial statement of DNX Group, A company that majors in the rental of Robots to customers.

The engagement partner of the audit resulting in this independent auditor's report is Kim Joel Haneul.

# DNX Group Financial Report: Robotic Rental Performance

## Executive Summary:

DNX Group is proud to present this financial report on the performance of our robotic rental division, which has demonstrated exceptional results over the last fiscal period. With a total revenue of **\$300 million** generated from robotic rentals to **950 companies**, we have not only established a steady income stream but also provided substantial returns to our investors. The report below details our revenue, expenses, maintenance costs, and overall profitability, as well as the specific payouts made to our investors.

## 1. Revenue Generated from Robotic Rentals

Our robotic rental program saw substantial demand across various industries. With **950 companies** renting our robots, we were able to achieve a revenue of **\$300 million**. This revenue represents our commitment to serving industries that require high-efficiency, high-precision robotic solutions for their operations.

## Key Highlights:

- **Total Revenue from Robotic Rentals:** \$300 million
- **Number of Companies Served:** 950

Our robotic rental fees are structured to meet the diverse needs of our clients, from small-scale manufacturers to large corporations. The consistent demand for our robots has solidified this revenue stream, contributing to DNX Group's sustainable growth.

## 2. Expenses and Operating Costs

While our robotic rental program has been highly profitable, we incurred several operational costs, as outlined below:

### **a) Maintenance Costs**

To ensure our robots function at peak performance, we allocate **2% of our revenue** toward maintenance. This cost covers routine check-ups, repairs, and upgrades necessary to keep our robotic fleet reliable and efficient.

- **Total Maintenance Cost (2% of \$300 million):** \$6 million

This proactive maintenance approach not only extends the lifespan of our robots but also minimizes downtime, ensuring that our clients receive uninterrupted service.

### **b) Freight and Transportation Costs**

Given the scale of our operations and the diverse locations of our clients, **freight costs** are a necessary part of our expenses. Freight involves the transportation of robots to and from client locations, ensuring safe and timely delivery.

- **Freight and Transportation Cost:** \$100,000

We work with reliable logistics partners to minimize these costs while ensuring safe transport of our robots.

### **c) Office Rent**

To maintain efficient operations, DNX Group requires office space for our administrative, technical, and customer service teams. Office rent is another operational expense that enables us to support our robotic rental program.

- **Office Rent:** \$100,000

This expense allows us to provide a centralized hub for our team to manage robotic rentals, customer inquiries, and administrative tasks.

### 3. Investor Payouts

As part of our commitment to delivering value to our investors, we distributed a substantial portion of our revenue as payouts. Out of the \$300 million generated from robotic rentals, **\$200 million** was allocated for investor payouts.

- **Total Payout to Investors:** \$200 million

This payout reflects DNX Group's dedication to ensuring that our investors benefit from the profitability of our robotic rental operations. By prioritizing investor returns, we continue to strengthen our reputation as a reliable, high-yield investment platform.

### 4. Profitability Analysis

After accounting for maintenance, freight, rent, and investor payouts, we can determine the profitability of our robotic rental program as follows:

#### Revenue:

- **Total Revenue from Robotic Rentals:** \$300 million

#### Expenses:

- **Maintenance Cost:** \$6 million
- **Freight and Transportation:** \$100,000
- **Office Rent:** \$100,000
- **Total Expenses (Maintenance + Freight + Rent):** \$6.2 million

## Net Revenue:

- **Total Revenue:** \$300 million
- **Total Expenses:** \$6.2 million
- **Total Payout to Investors:** \$200 million
- **Net Profit (after expenses and investor payouts):** \$93.8 million

The **Net Profit of \$93.8 million** reflects the profitability of our robotic rental program after covering all expenses and fulfilling our obligations to our investors. This profitability underscores the strength and sustainability of our business model.

## 5. Financial Summary Table

| Item                       | Amount (\$) |
|----------------------------|-------------|
| <b>Total Revenue</b>       | 300,000,000 |
| <b>Expenses</b>            |             |
| Maintenance                | 6,000,000   |
| Freight and Transportation | 100,000     |
| Office Rent                | 100,000     |
| <b>Total Expenses</b>      | 6,200,000   |
| <b>Investor Payout</b>     | 200,000,000 |
| <b>Net Profit</b>          | 93,800,000  |

## Future Projections: Expansion by 2026

To capitalize on the growing demand for automation, we have an ambitious plan to increase our robot fleet by **50,000 units** by the year **2026**. This expansion will significantly enhance our market presence, allow us to serve a larger client base, and drive additional revenue growth. Here's a projection of what this expansion could mean for DNX Group:

1. **Projected Fleet Size:** 50,000 additional robots
2. **Potential Rental Revenue:** Assuming an average hourly rental rate of \$135 and that each robot operates an average of 10 hours per day for 250 days a year, the projected revenue is as follows: **Projected Annual Revenue** = Number of Robots \* Rental Rate per Hour \* Average Operating Hours per Day \* Working Days per Year =  $50,000 * \$135 * 10 * 250 = \$1,687,500,000$
3. **Projected Operational Costs:** With a 2% maintenance cost, the projected maintenance expense for the expanded fleet would be: **Projected Maintenance Cost** = Projected Annual Revenue \* 0.02 =  $\$1,687,500,000 * 0.02 = \$33,750,000$
4. **Estimated Investor Payouts:** Assuming we maintain a similar payout ratio, projected investor payouts would be approximately 66.67% of revenue, or: **Projected Investor Payouts** =  $\$1,687,500,000 * 0.6667 = \$1,125,005,000$
5. **Projected Net Profit:**
  - Projected Revenue: \$1,687,500,000
  - Projected Operational Costs: \$33,750,000

- Projected Investor Payouts: \$1,125,005,000

6. **Projected Net Profit** = Projected Revenue - (Operational Costs + Investor Payouts) = \$1,687,500,000 - (\$33,750,000 + \$1,125,005,000) = \$1,687,500,000 - \$1,158,755,000 = **\$528,745,000**

By expanding our fleet, DNX Group is positioned to achieve a projected net profit of approximately **\$528.7 million** by 2026, assuming current demand levels and rental rates are sustained.

### Strategic Advantages of Fleet Expansion

1. **Meeting High Demand:** Increasing our fleet by 50,000 robots allows us to capture a larger share of the growing automation market, meeting the needs of clients who are eager to integrate robotic solutions.
2. **Enhanced Revenue Streams:** The additional robots translate to higher revenue potential, enabling DNX Group to scale its operations effectively and ensure sustainable growth.
3. **Increased Investor Returns:** With greater revenue, DNX Group can deliver even more substantial payouts to our investors, reinforcing our commitment to providing consistent, attractive returns.
4. **Reduced Operational Costs per Unit:** As our fleet grows, we expect to benefit from economies of scale, potentially lowering the per-unit maintenance cost and further increasing profitability.

### Conclusion

This fiscal period has demonstrated DNX Group's strength and potential in the robotics rental market. Generating **\$300 million** in revenue with **950 clients** highlights the demand for our services, and the **\$200 million** in investor

payouts reinforces our dedication to investor success. Our plans for a **50,000-robot expansion by 2026** are ambitious but achievable, setting the stage for significant growth in revenue and profitability.

As we look forward, DNX Group remains committed to innovation, strategic growth, and delivering unmatched value to our investors. The future of automation is promising, and with your continued support, we're ready to lead in this dynamic and lucrative industry.