

T POINT SYSTEMS LIMITED

T.I.C.: 12167851V

REPORT AND FINANCIAL STATEMENTS

For the year ended 31 December, 2007

T POINT SYSTEMS LIMITED

REPORT AND FINANCIAL STATEMENTS For the year ended 31 December, 2007

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T POINT SYSTEMS LIMITED**Board of directors and professional advisors**

BOARD OF DIRECTORS C&P CORPORATION SERVICES LTD - Resigned on 01/07/08
ANNA CHRISTOFI - Resigned on 29/10/08
DEMETRA KYPRIANOU - Appointed on 01/07/08

SECRETARY MYRANKO SERVICES LIMITED

REGISTER OFFICE 56 Kyriakou Matsi Street
2368 Agios Dometios
Nicosia - Cyprus

AUDITORS PANAUDIT KONNARIS LIMITED
56 Kyriakou Matsi Street
2368 Agios Dometios
Nicosia - Cyprus

BANK MARFIN POPULAR BANK PUPLIC CO LIMITED

T POINT SYSTEMS LIMITED

Report of the board of directors
For the year ended 31 December, 2007

Financial statements

The Directors present herewith the annual report and the audited financial statements of the Company for the year ended 31 December, 2007.

Principal activities

The major activity of the Company is business and management consultancy activities.

Results

Statement of comprehensive income results appear on page 5.

Review of developments, position and performance of the Company's business.

The Company retained its financial performance and position at approximately the same levels as last year. There were no significant developments that caused changes in the position or performance of Company's business.

Principal risks and uncertainties

The principal risks and uncertainties that the Company faces are explained in the notes to the financial statements.

Future developments

The Board of Directors does not anticipate any significant developments or changes in the Company's activities.

Events after the balance sheet date

The material events which occurred after the balance sheet date appear in the note 14 of the financial statements.

Branches

The Company did not operate through any branch during the year.

Board of Directors

The names of the present Directors are shown on page 1.

Auditors

The auditors of the Company have signified their willingness to continue in office. A resolution proposing their re-appointment and authorizing the directorsto fix their remuneration will be proposed to the members at the Annual General Meeting of the Company.

Dividends

The Directors recommend that no dividend is to be paid in respect of the year ended 31 December, 2007.

Share capital

There were no changes in the share capital of the Company.

By order of the Board of Directors



Myranko Services Limited
Secretary

Nicosia, 27 September 2010

Independent Auditors' Report

To the Members of T POINT SYSTEMS LIMITED

Report on the financial statements

We have audited the financial statements of T POINT SYSTEMS LIMITED on pages 5 - 13, which comprise the balance sheet as at 31 December, 2007, and the statement of comprehensive income, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Board of Directors' Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards as adopted by the European Union (EU) and the requirements of the Cyprus Companies Law, Cap 113. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

panaudit

Konnaris limited

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of T POINT SYSTEMS LIMITED as of 31 December, 2007, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards as adopted by the EU and International Financial Reporting Standards as issued by the IASB and the requirements of the Cyprus Companies Law, Cap 113.

Report on Other Legal Requirements

Pursuant to the requirements of the Companies Law, Cap. 113, we report the following:

-We have obtained all the information and explanations we considered necessary for the purposes of our audit.

-In our opinion, proper books of account have been kept by the Company.

-The Company's financial statements are in agreement with the books of account.

-In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Companies Law, Cap. 113, in the manner so required.

-In our opinion, the information given in the report of the Board of Directors on page 2 is consistent with the financial statements.

Other Matter

This report, including the opinion, has been prepared for and only for the Company's members as a body in accordance with Section 156 of the Companies Law, Cap.113 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whose knowledge this report may come to.

For PANAUDIT KONNARIS LIMITED
Andreas Konnaris F.F.A
Certified Public Accountant

Nicosia, 27 September 2010

T POINT SYSTEMS LIMITED

Statement of Comprehensive Income
For the year ended 31 December, 2007

	Notes	2007 £	2006 £
Sales	4	677.566	347.903
Cost of sales		(658.901)	(339.336)
Gross Profit		18.665	8.567
		18.665	8.567
Selling and distribution expenses		(85)	---
Operating and administrative expenses		(1.638)	(290)
Profit from operations	5	16.942	8.277
Financing expenses	6	(162)	---
Profit before taxation		16.780	8.277
Taxation	7	(1.846)	(910)
Profit after taxation		14.934	7.367
Other comprehensive income			
Other comprehensive income for the year		---	---
Total income for the year		14.934	7.367

T POINT SYSTEMS LIMITED

Statement of financial position
As at 31 December, 2007

	Notes	2007 £	2006 £
ASSETS			
Non-current assets			
Current assets			
Trade and other receivables	8	17.262	82.321
Cash in hand and at bank	9	8.175	35.326
		<u>25.437</u>	<u>117.647</u>
Total assets		<u>25.437</u>	<u>117.647</u>
EQUITY AND LIABILITIES			
Shareholder's funds			
Share capital	10	1.000	1.000
Reserves		20.668	5.734
		<u>21.668</u>	<u>6.734</u>
Current liabilities			
Trade and other payables	11	1.001	109.991
Taxation	12	2.768	922
		<u>3.769</u>	<u>110.913</u>
Total equity and liabilities		<u>25.437</u>	<u>117.647</u>

The accounts have been approved by the Board of Directors on 27 September, 2010



Demetra Kyprianou
Director

T POINT SYSTEMS LIMITED

Statement of changes in equity
For the year ended 31 December, 2007

	Share Capital £	Revenue reserve £	Total £
Balance at 31 December, 2007	1.000	5.734	6.734
Profit for the year	---	14.934	14.934
31 December	<u>1.000</u>	<u>20.668</u>	<u>21.668</u>

From 1 January 2003 onwards, companies which do not distribute 70% of their profits after tax, as defined by the relevant tax law, within two years after the end of the relevant tax year, will be deemed to have distributed as dividends 70% of these profits. Special contribution for defense at 15% will be payable on such deemed dividends to the extent that the shareholders (companies and individuals) are Cyprus tax residents. The amount of deemed distribution is reduced by any actual dividends paid out of the profits of the relevant year at any time. This special contribution for defense is payable for the account of the shareholders.

T POINT SYSTEMS LIMITED

Statements of Cash Flow
For the year ended 31 December, 2007

	Notes	2007 £	2006 £
Cash flow from operating activities			
Net Profit before taxation		16.780	8.277
Adjustments for:			
Bank charges and interest payable		162	---
Operating Profit before working capital changes		16.942	8.277
Decrease/(increase) in trade debtors and other receivables		65.059	(82.321)
Decrease/Increase in trade creditors and other payables		(108.990)	93.709
Cash (used in)/from operating activities		(26.989)	19.665
Net cash (used in)/from operating activities		(26.989)	19.665
Cash flow from financing activities			
(Decrease) in shareholder's current account		---	(726)
Bank charges and interest paid		(162)	---
Net cash (used in) financing activities		(162)	(726)
Net Decrease/Increase in cash and cash equivalents		(27.151)	18.939
Cash and cash equivalents at the beginning of the year		35.326	16.387
Cash and cash equivalents at the end of the year	13	8.175	35.326

The notes following the cash flow statement form an integral part of these financial statements.
Auditors report on pages 3 - 4.

T POINT SYSTEMS LIMITED

Notes to the financial statements For the year ended 31 December, 2007

1. General

Formation and major activity

The Company is registered in Cyprus as a private limited liability company in accordance with the Companies Law, Cap 113.

The major activity of the Company is, business and management consultancy activities.

The registered office of the company is at.

56 Kyriakou Matsi Street

2368 Agios Dometios

Nicosia - Cyprus

2. Principal accounting policies

Basis of preparation

The financial statements are prepared under the historical cost convention and in accordance with International Financial Reporting Standards as adopted by the European Union. In addition the financial statements have been prepared in accordance with the requirements of the Cyprus Companies Law, Cap. 113. The following is a summary of the most important accounting policies used by the Company.

Adoption of new and revised IFRS

In the current year the Company adopted all new and revised IFRS that are relevant to its operations. All changes in the accounting policies have been made in accordance with the transition provisions of the relevant standard. These adoptions did not result in substantial changes to the Company's accounting policies.

Comparative amounts

When necessary the comparative figures and the presentation of the financial statements have been adjusted to comply with the presentation and current year changes.

Investment in subsidiary companies

Subsidiary companies are companies in which the company, directly or indirectly has an interest of more than one half of the voting rights or otherwise has power to exercise control over their operations. Investment in subsidiary companies is stated at cost. The carrying value of investment is reviewed for impairment when events or changes in circumstances indicate that the carrying value exceeds the estimated recoverable amount. In that case the investments is written down to its recoverable amount.

Financing expenses

Financing expenses include interest payable on borrowing, hire purchase creditors and bank overdraft. Interest and finance expenses are recognised as expense in the statement of comprehensive income when they accrue.

Revenue recognition

Revenue from the sale of goods is recognised when significant risks and rewards of ownership of the goods have been transferred to the buyer.

Impairment of assets

Property, plant and equipment and other non-current assets, including goodwill and other intangible assets are reviewed for impairment losses whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the carrying amount of the asset exceeds its recoverable amount which is the higher of an asset's net selling price and value in use. For the purposes of assessing impairment, assets are grouped at the lowest level for which there are separately identifiable cash flows.

Trade receivables

Trade and other receivables are carried at the original invoice value less an estimate made for doubtful debts based on review of all outstanding amounts at the year-end. Bad debts are written off when identified.

T POINT SYSTEMS LIMITED

Notes to the financial statements For the year ended 31 December, 2007

Cash and cash equivalents

Cash and cash equivalents comprise of cash in hand and balances with banks. For the purpose of the statement of cash flows, cash and cash equivalents are presented net of bank overdrafts.

Interest-bearing loans and borrowings

Interest-bearing loans and borrowings are initially recorded at the proceeds received net of any transaction costs incurred. The total finance cost represents the interest on the outstanding amount of the debt and is charged to the statement of comprehensive income as it accrues.

Amounts payable after one year are shown as long term loans.

Provisions

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made. Where Company expects a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain.

Foreign currency translation

(a) Functional and presentation currency

Items included in the Company's financial statements are measured using the currency of the primary economic environment in which the Company operates ('the functional currency'). The financial statements are presented in Cyprus Pound which is the Company's functional and presentation currency.

(b) Transactions and balances

The financial statements are expressed in Cyprus Pound which is the functional currency of the Company. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies and are retranslated at the rate of exchange ruling at the balance sheet. Any differences are taken to the statement of income. The Company is using Cyprus Pound as its main currency because most of the transactions are in Cyprus Pound.

3. Financial risk management

Financial risk factors

Amounts receivable on financial statements consist of cash in hand and at bank, investments, trade debtors and other amounts receivable. Amounts payable consist of loans, bank overdraft, trade and other creditors.

Credit risk

The Company's exposure to credit risk is as indicated by the carrying amounts of its assets.

Interest rate risk

Interest rate risk arises from the likelihood of adverse movements in the interest rates of bank overdrafts. The Company monitors on a continuous basis interest rate fluctuations.

Currency risk

Currency risk is the risk that the value of financial instruments will fluctuate due to changes in foreign exchange rates. The Company's policy is not to enter into any hedging transactions.

Fair values

The fair values of the Company's financial assets and liabilities approximate their carrying amount at the balance sheet date.

Liquidity risk

Liquidity risk is defined as the risk when the maturity of assets and liabilities does not match. An unmatched position potentially enhances profitability, but can also increase the risk of losses. The Company has procedures with the object of minimizing such losses.

T POINT SYSTEMS LIMITED

Notes to the financial statements For the year ended 31 December, 2007

4. Sales

Revenue from the sale of goods is recognised as turnover in the statement of comprehensive income when the significant risks and rewards of ownership have been transferred to the buyer. Specifically, turnover represents the amounts invoiced in respect of goods sold to customers during the year and it is stated net of trade discounts and returns.

	2007	2006
	£	£
Revenue analysis:		
Sales -	677.566	347.903
	<u>677.566</u>	<u>347.903</u>

5. Profit from operations

	2007	2006
	£	£
Profit/(Loss) is stated after charging:		
Audit fees	410	290
	<u>410</u>	<u>290</u>

6. Financing expenses

	2007	2006
	£	£
Interest on bank loans and overdrafts	7	---
Bank charges	155	---
	<u>162</u>	<u>---</u>

7. Taxation

	2007	2006
	£	£
Corporation tax for the year	1.846	910
	<u>1.846</u>	<u>910</u>

The Company and its associated undertakings are subject to corporation tax on taxable profits at the rate of 10%.

Under certain conditions interest may be subject to defence contribution at the rate of 10%. In such cases 50% of the same interest will be exempt from corporation tax thus having an effective tax rate burden of approximately 15%. In certain cases dividends received from abroad may be subject to defence contribution at the rate of 15%.

T POINT SYSTEMS LIMITED

Notes to the financial statements For the year ended 31 December, 2007

8. Trade and other receivables

	2007 £	2006 £
No trade debtors	17.262	82.316
Prepayments	---	5
	<u>17.262</u>	<u>82.321</u>

9. Cash in hand and at bank

	2007 £	2006 £
Cash at bank	8.175	35.326
	<u>8.175</u>	<u>35.326</u>

10. Share capital

	2007 £	2006 £
Authorised		
1.000 Ordinary shares of £1 each	1.000	1.000
	<u>1.000</u>	<u>1.000</u>
Issued and fully paid		
1.000 Ordinary shares of £1 each	1.000	1.000
	<u>1.000</u>	<u>1.000</u>
Movement in share capital account:		
Ordinary		
1 January	1.000	1.000
31 December	<u>1.000</u>	<u>1.000</u>

11. Trade and other payables

	2007 £	2006 £
Other creditors	52	109.527
Accruals	949	464
	<u>1.001</u>	<u>109.991</u>

The above amounts are payable within one year.

T POINT SYSTEMS LIMITED

Notes to the financial statements For the year ended 31 December, 2007

12. Taxation

	2007 £	2006 £
Corporation tax	2.768	922
	<u>2.768</u>	<u>922</u>

13. Cash and cash equivalents

Cash and cash equivalents that are presented in the cash flow statement comprise of the following balance sheet amounts:

	2007 £	2006 £
Cash at bank	8.175	35.326
	<u>8.175</u>	<u>35.326</u>

14. Post balance sheet events

With the introduction of the euro as the official currency of the Republic of Cyprus as from 1 January 2008, the functional currency of the Company has changed from Cyprus pounds to euro. As a result, the financial position of the Company at 1 January 2008 has been converted into euro based on the definite fixing of the exchange rate €1 = £0,585274.

T POINT SYSTEMS LIMITED

Detailed statement of comprehensive income
For the year ended 31 December, 2007

	2007	2006
	£	£
Sales		
Sales -	677.566	347.903
	<u>677.566</u>	<u>347.903</u>
Cost of Sales		
Purchases	658.901	339.336
	<u>658.901</u>	<u>339.336</u>
Gross Profit	<u>18.665</u>	<u>8.567</u>
	<u>18.665</u>	<u>8.567</u>
Selling and distribution expenses		
Sales discount	85	---
	<u>85</u>	<u>---</u>
Operating and other administrative expenses		
Audit fees	410	290
Professional services	1.228	---
	<u>1.638</u>	<u>290</u>
Profit from operations	<u>16.942</u>	<u>8.277</u>
Financing expenses	6 (162)	---
Profit before taxation	<u>16.780</u>	<u>8.277</u>