



Board of Directors of Neurosoft S.A. approves 2015 Annual Financial Statements

- Consolidated revenues in 2015 adding up to €12,43 million (€10.27 million in 2014)
- Gross profit in 2015 adding up to €4,18 million (€3.98 million in 2014)
- Net Profit in 2015 adding up to €1,97 million (€2,78 million in 2014)
- EBITDA in 2015 adding up to €3,13 million (€3,11 million in 2014)
- EBIT in 2015 adding up to €2,73 million (€2,66 million in 2014)
- Net Financial Position in 2015 adding up to € 2,97 million (1,47 million in 2014)

Iraklio, Attica, April 14th 2016 - The Board of Directors of **Neurosoft S.A.** met today and approved the 2015 audited consolidated financial statements, including the results for its subsidiaries, Neurosoft Cyprus Ltd and Neurosoft Romania Srl. Neurosoft, traded on Milan's AIM Italia market ([GRS802003004](#), [Reuters NRST.MI](#), [Bloomberg NRST:IM](#)), has Integrae SIM as its Nominated Adviser.

Group turnover for financial year 2015 increased to Euro 12,433,822 compared to Euro 10,271,403 for financial year 2014.

Neurosoft's consolidated revenues for 2015 amounted to € 12,43 million compared to € 10,27 million in 2014. Cost of sales for the group in 2015 amounted to € 8,25 million compared to € 6,29 million for financial year 2014.

No dividends will be distributed for the year ended December 31, 2015. All profits will be transferred to the retained earnings as of December 31, 2015.

"Our initiatives helped us to achieve our 2015 targets; as a result 2015 was another successful year for Neurosoft. Our main aim is to systematically drive our businesses to global leadership performance standards in each area of activity. Led by our long- term vision to become a global leader in technologies and guided by our values, we continued to implement our strategy: to outperform our competition as a globalized company and to keep focusing on a steady growth on an annual basis. " **stated Nikolaos Vasilonikolidakis, Chief Executive Officer of Neurosoft S.A.**

Auditors' opinion

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Group and its subsidiaries as of December 31, 2015, and of its financial performance and cash flows for the year then ended, in accordance with International Financial Reporting Standards, as adopted by the European Union.

Outlook

In 2015 Neurosoft demonstrated a general growth continuing to benefit from its steady and effective business plan despite the fact that 2015 is the sixth continuous year of recession and unstable economic situation both in Greece and its market place.

In particular the outlook per business area is as follows:

1. Sports Betting & Gaming Analytics

As in 2014, this year, despite economic conditions in the markets of its customers, the company managed to achieve its main targets. In addition, the company continued to expand in the retail market and add new products in its sports betting portfolio.

2. Factoring and Financials

Neurosoft, through new innovative products, continued to maintain its dominant position in the Greek market and successfully continued to be aggressively engaged in international outreach activities, aiming to establish itself as a significant player in Western Europe.

3. ICT – Information & Communications Technology

In terms of ICT, Neurosoft successfully sustained the significant wave of the implementation and acceptance testing of the entire infrastructure of Stavros Niarchos Foundation Cultural Center project at the purpose-built Pre-Production Center. All activities were performed according to schedule. In parallel, however, numerous other projects were implemented ranging from regional Hospitals Wi-Fi integration to Data Center infrastructure projects, using cutting-edge solutions and design. In every aspect 2015 was an exceptional year.

4. Field Services

Field Services activities throughout the year continued to broaden the technical expertise of the entire personnel, undertaking to implement and support integrated and complex solutions. The respective manpower was significantly enhanced to cater for increasing customer demands both in terms of geographical coverage and technical competence as well.

5. Security Operations

Managed Security Services and managed IT outsourcing services were the cornerstone of development within the year. Niche market segments were targeted with specialized solutions and heavy R&D. Specific in-house product development opportunities were analysed and the process for delivering the first product in 2016 has already commenced.

Neurosoft S.A., a Greek company listed on the AIM Italia market , organized and managed by the Italian Stock Exchange ([ISIN GRS802003004](#), [Reuters NRST.MI](#), [Bloomberg NRST:IM](#)), was founded in 1994 as a local, in-house, software development company. Since then it has evolved into a fully integrated ICT company combining Software Development and System Integration capabilities, listed in AIM Milan since 2009. Headquarters are in Athens with presence in Cyprus, Dubai and London (Q3 2016). In Software Development the company designs, develops and integrates innovative products and solutions for Sports Betting companies and Factoring & other Financial Institutions while in System Integration designs, implements, operates and supports Large Scale infrastructure & Cyber Security Solutions for Operators of Critical Networks and Critical National Infrastructure Stakeholders. As of today Integrae SIM S.p.A is Neurosoft's Nominated Adviser for the AIM Italia market.

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STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED DECEMBER 31, 2015

	Note	The Group		The Company	
		01.01- 31.12.2015	01.01- 31.12.2014	01.01- 31.12.2015	01.01- 31.12.2014
Revenues	4	12,433,822	10,271,403	12,406,463	9,062,775
Cost of services	8	(8,254,079)	(6,286,986)	(8,188,887)	(5,569,197)
Gross profit		4,179,743	3,984,416	4,217,576	3,493,577
Selling and distribution expenses	8	(550,474)	(504,084)	(562,152)	(419,298)
Administrative expenses	8	(990,784)	(992,024)	(984,964)	(721,801)
Other income		96,029	173,554	96,029	9,951
Financial income	7	2,462	18,383	2,462	15,967
Financial costs	7	(106,667)	(124,049)	(106,336)	(81,556)
Profit before income taxes		2,630,309	2,556,197	2,662,614	2,296,840
Income taxes	9	(659,508)	223,223	(659,508)	232,593
Net Profit (A)		1,970,801	2,779,420	2,003,106	2,529,433
Other total comprehensive income after tax (B)		-	-	-	-
Total comprehensive income after tax (A)+(B)		-	-	-	-
Profit attributable to:		1,970,801	2,779,420	2,003,106	2,529,433
Equity holders of the parent		1,970,801	2,734,469	2,003,106	2,529,433
Non-controlling interests		-	44,951	-	-
		1,970,801	2,779,420	2,003,106	2,529,433
		-	-	-	-
Total weighted average number of ordinary shares	24	25,584,594	25,584,594	25,584,594	25,584,594
Adjusted weighted average number of ordinary shares for diluted (loss)/ income per share	24	25,584,594	25,584,594	25,584,594	25,584,594
Income per share (basic and diluted)	24	0.0770	0.1069	0.0783	0.0989

The accompanying notes are an integral part of the Financial Statements

STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2015

	Note	The Group		The Company	
		31.12.2015	31.12.2014	31.12.2015	31.12.2014
ASSETS					
Non-Current Assets					
Property, plant and equipment	11	554,940	244,993	554,940	244,993
Intangible assets	12	1,551,375	1,215,060	1,430,268	1,036,425
Goodwill		-	-	51,852	51,852
Investments in subsidiaries		37,000	37,000	850,500	865,500
Other non-current assets		88,285	78,060	88,285	78,060
Deferred tax asset	9	-	630,308	-	630,308
Total Non-Current Assets		2,231,600	2,205,421	2,975,845	2,907,137
Current Assets					
Inventories	13	549,732	808,996	549,732	808,996
Trade accounts receivable	14	2,886,950	2,074,692	2,856,550	2,044,292
Prepayments and other receivables	15	1,111,531	1,064,790	1,095,189	1,042,974
Receivables from intra Group Companies		-	-	150,750	150,750
Cash and cash equivalents	16	3,960,210	2,389,308	3,947,409	2,388,956
Total Current Assets		8,508,423	6,337,785	8,599,630	6,435,967
TOTAL ASSETS		10,740,024	8,543,206	11,575,475	9,343,105
EQUITY AND LIABILITIES					
Equity attributable to equity holders of the parent company					
Share capital	17	8,954,608	8,954,608	8,954,608	8,954,608
Share premium		600,000	600,000	600,000	600,000
Other reserves	18	196,067	196,067	208,391	208,391
Retained earnings		(2,512,970)	(4,483,771)	(1,641,474)	(3,644,580)
Total equity		7,237,705	5,266,904	8,121,525	6,118,419
Minority interests		-	-	-	-
Total equity		7,237,705	5,266,904	8,121,525	6,118,419
Non-Current Liabilities					
Reserve for staff retirement indemnities	23	212,863	126,764	212,863	126,764
Deferred tax liability	9	29,201	-	29,201	-
Other long-term liabilities		-	14,281	-	14,281
Total Non-Current Liabilities		242,064	141,045	242,064	141,045
Current Liabilities					
Trade accounts payable	21	1,661,692	1,646,314	1,640,109	1,618,481
Short-term borrowings	20	987,969	916,216	987,969	916,216
Income tax payable		48,811	69,011	48,811	69,011
Accrued and other current liabilities	22	561,784	503,716	534,998	479,934
Total Current Liabilities		3,260,255	3,135,257	3,211,886	3,083,641
Total Liabilities		3,502,319	3,276,302	3,453,950	3,224,686
TOTAL LIABILITIES AND EQUITY		10,740,024	8,543,206	11,575,475	9,343,105

The accompanying notes are an integral part of the Financial Statements

STATEMENT OF CHANGES IN SHAREHOLDERS EQUITY FOR THE YEAR ENDED DECEMBER 31, 2015

Group	Share Capital	Share Premium	Reserves	Retained Earnings	Total	Non Controlling Interests	Total
Total Equity as at 1 Jan 2014	8,750,000	600,000	196,067	(7,250,728)	2,295,339	263,684	2,559,024
Increase of Share Capital	204,608	-	-	-	204,608	-	204,608
Non controlling Interest 1/1-31/5/2014	-	-	-	-	-	44,951	44,951
Acquisition of Non Controlling Interest	-	-	-	(12,464)	(12,464)	(308,635)	(321,099)
Total operating income after tax	-	-	-	2,779,420	2,779,420	-	2,779,420
Total Equity as at 31 Dec 2014	8,954,608	600,000	196,067	(4,483,772)	5,266,904	-	5,266,904
Total Equity as at 1 Jan 2015	8,954,608	600,000	196,067	(4,483,772)	5,266,904	-	5,266,904
Increase of Share Capital	-	-	-	-	-	-	-
Non controlling Interest 1/1-31/5/2014	-	-	-	-	-	-	-
Acquisition of Non Controlling Interest	-	-	-	-	-	-	-
Total operating income after tax	-	-	-	1,970,801	1,970,801	-	1,970,801
Total Equity as at 31 Dec 2015	8,954,608	600,000	196,067	(2,512,970)	7,237,705	-	7,237,705

Company	Share Capital	Share Premium	Reserves	Retained Earnings	Total
Total Equity as at 1 Jan 2014	8,750,000	600,000	180,919	(6,276,570)	3,254,349
Increase of Share Capital	204,608	-	-	-	204,608
Absorption of subsidiary	-	-	27,472	102,557	130,029
Total operating income after tax	-	-	-	2,529,433	2,529,433
Total Equity as at 31 Dec 2014	8,954,608	600,000	208,391	(3,644,580)	6,118,419
Total Equity as at 1 Jan 2015	8,954,608	600,000	208,391	(3,644,580)	6,118,419
Total operating income after tax	-	-	-	2,003,106	2,003,106
Total Equity as at 31 Dec 2015	8,954,608	600,000	208,391	(1,641,474)	8,121,525

The accompanying notes are an integral part of the Financial Statements



CASH FLOW STATEMENT FOR THE YEAR ENDED DECEMBER 31, 2014

	The Group		The Company	
	01.01- 31.12.2015	01.01- 31.12.2014	01.01- 31.12.2015	01.01- 31.12.2014
Cash flows from Operating Activities				
Profit before income taxes	2,630,309	2,556,197	2,662,614	2,296,840
Adjustments for:				
Depreciation and amortisation	392,305	452,204	334,778	346,679
Other Provisions	100,099	16,532	100,099	16,352
Financial (income)/expenses	104,205	105,666	103,874	65,589
Operating profit before working capital changes	3,226,919	3,130,599	3,201,366	2,725,460
(Increase)/Decrease in:				
Inventories	259,264	(451,905)	259,264	(808,996)
Trade accounts receivables	(812,259)	(196,566)	(812,259)	(1,472,666)
Prepayments and other receivables	(87,234)	(369,343)	(77,708)	(577,416)
Trade accounts payable	15,378	(74,847)	21,628	1,437,416
Accrued and other current liabilities	58,067	(575,160)	55,064	(7,386)
Interest paid	(106,667)	(124,049)	(106,336)	(81,556)
Tax paid	(5,525)	(43,762)	(5,525)	(43,762)
Payment for staff indemnity	-	(3,798)	-	(3,798)
Other long term liabilities	(10,225)	(40,896)	(10,225)	(53,120)
Net cash from Operating Activities	2,537,719	1,250,274	2,525,270	1,114,176
Cash flows from Investing Activities				
Capital expenditure for property, plant and equipment	(969,281)	(986,334)	(969,281)	(969,663)
Interest and related income received	2,462	18,383	2,462	15,967
Increase of participation in subsidiary / affiliated company	-	-	-	709,055
Net cash used in Investing Activities	(966,819)	(967,951)	(966,819)	(244,641)
Cash flow from financing activities				
Net change in short-term borrowings	-	(279,193)	-	916,216
Net cash from Financing Activities	-	(279,193)	-	916,216
Net increase (decrease) in cash and cash equivalents	1,570,900	3,129	1,558,451	1,785,750
Cash and cash equivalents at the beginning of the year	2,389,308	2,386,177	2,388,956	314,689
Cash and cash equivalent of absorption company	-	-	-	288,515
Cash and cash equivalents at the end of the year	3,960,210	2,389,308	3,947,409	2,388,956

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