UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2017 (JANUARY 1 – JUNE 30, 2017) OF NEUROSOFT SOFTWARE PRODUCTION S.A. AND ITS SUBSIDIARIES

IN ACCORDANCE WITH INTERNATIONAL FINANCIAL REPORTING STANDARDS (AS ENDORSED BY THE EUROPEAN UNION)

INDEX TO THE FINANCIAL STATEMENTS

BOARD OF DIRECTORS' REPORT ON THE SEMI-ANNUAL FINANCIAL STATEMENTS of «Neurosoft S.A. »

Regarding the interim condensed consolidated Financial Statements
For the six-month period ended June 30, 2017

This Semi - Annual Board of Directors' Report, which follows, (hereinafter referred for brevity as the **"Report" or "Semi Annual Report"**), refers to the six month period (01.01.2017-30.06.2017), and was prepared in accordance with the relevant provisions of Law 3556/2007 and contains in a concise but meaningful, substantive and comprehensive manner all relevant information required by law to provide substantial and detailed information about the activity, during this period, of the company under the name «NEUROSOFT S.A. COMPANY of SOFTWARE PRODUCTION» (hereafter referred to as the **"Company" or «NEUROSOFT»**) and the NEUROSOFT Group of companies, in which are included apart from the Company the following affiliated companies :

a) «Neurosoft Cyprus Ltd.», headquartered in Cyprus, in which the Company holds a 100% stake,
b) "Neurosoft Romania Srl." headquartered in Romania, in which the Company holds 95% stake indirectly through its subsidiary Neurosoft Cyprus Ltd,
c) «Neurosoft Cyber and Analytics Ltd », headquartered in United Kingdom, in which the Company holds a 100% stake.

i) On 07-10-2008, the Company acquired a 100% stake of the share capital of «GAEKNAR VENTURES LTD», with registered offices in Cyprus. In virtue of the 03-05-2011 approval decision of the District Court of Limassol, the mentioned company was merged with the company «Neurosoft Cyprus Ltd.» which is the above subsidiary of the Company.

ii) On 23-06-2008 «GAEKNAR VENTURES LTD» and Mr. Paschalides, a member of the Board of Directors of the Company established the Company under the trade name «NEUROSOFT ROMANIA SRL» headquartered in Bucharest, which during the fiscal years 2011, 2012, 2013, 2014, 2015, 2016 and the 1st half of 2017 remained inactive.

iii) On 03-06-2016, the Company established the company under the trade name of «NEUROSOFT CYBER AND ANALYTICS Ltd », with registered offices in United Kingdom which during the fiscal year 2016 and the 1st half of 2017 remained inactive.
This report accompanies the unaudited interim condensed consolidated financial statements for the six-month period ended at June 30, 2017 (01.01.2017-30.06.2017) and since the Company prepares consolidated financial statements, this report is single, with main and primary reference to the consolidated financial data of the Company and its related companies. The report along with the financial statements and other information and statements required by law are included in the Semi Annual Financial Report for the six-month period 01.01.2017-30.06.2017.

The sections of this Report and the contents thereof, are as follows:

SECTION A

Principal risks and uncertainties

The Company operates in a highly competitive and especially challenging international environment, which is rapidly changing. During the last years the Company is systematically trying to enhance its extroversion in the geographical areas of interest, with emphasis on a continuous upgrade of products and provided solutions, while in the meantime it develops new products and promotes its entry into new markets, with a view to further penetrate new markets and thus strengthen its competitiveness.
The usual financial and other risk exposures of the Company and the risks which may be encountered during the course of the second half of 2017 (01.07.2017-31.12.2017) are market risk, credit risk, liquidity risk etc.

1. Credit risk

The Management of the Company ensures that sales are addressed to customers with high credit trustworthiness and ability. Due to the expansion of the Company's activities abroad, this risk becomes real especially with respect to foreign customers from other countries (particularly in Asia), for which the effective control of their credibility it is not always easy. Therefore, the Company continuously develops and further evolves its internal risk management mechanisms in order to fully confront this risk. As a consequence, this risk, although real in view of the general adverse economic environment, is currently evaluated as controlled.

2. Currency risk

The Group's revenues are mainly based on Euro denominated agreements and therefore the Group is not exposed to foreign exchange risk. However, the Group's management continuously monitors the foreign exchange risks that may arise and evaluates the need for such measures.

3. Interest rate risk

Regarding short-term borrowings, Management monitors on a continuous basis, fluctuations in interest rates and evaluates the need for taking relevant positions to hedge against such risks.
The following table shows the changes in the Group's profit before tax (through the impact of the loan balances at year end with a floating interest rate on profits) in possible changes in interest rates, holding other variables constant.

Sensitivity analysis of the Group's borrowings to interest rate changes:

	30 June 2017	
	Interest rates volatility	**Effect on Comprehensive Income Statement**
Euro	1.0%	(9,998)
	(1.0%)	9,998

	30 June 2016	
	Interest rates volatility	**Effect on Comprehensive Income Statement**
Euro	1.0%	(10,122)
	(1.0%)	10,122

Note: The above table does not include the positive impact of the interest earned on deposits.

4. Cash flow risk

The Group manages liquidity risk by monitoring forecast cash flows and ensuring that there are always secured credits to use. The existing undrawn credit to the Group, are absolutely sufficient to cover any potential lack of cash. The Group maintains sufficient cash reserves and enjoys high credibility with banks due to its dynamic progress in the Greek market. Prudent liquidity management is achieved with credit availability through approved bank credits and available cash.

The table below summarizes the maturity profile of financial liabilities as of June 30, 2017 and 2016 respectively.

Period ended June 30, 2017	On demand	Less than 6 months	6 to 12 months	1 to 5 years	>5 years	Total
Borrowings	-	60,000	60,000	688,993		808,993
Trade and other payables	382,922	328,218	200,578		-	911,718
Total	**382,922**	**388,218**	**260,578**	**688,993**		**1,720,711**

Period ended June 30, 2016	On demand	Less than 6 months	6 to 12 months	1 to 5 years	>5 years	Total
Borrowings	-	62,070	62,070	496,560	280,739	901,439
Trade and other payables	830,829	104,260	104,260	236,655	-	1,276,004
Total	**830,829**	**166,330**	**166,330**	**733,215**	**280,739**	**2,177,443**

SECTION B

Important related party transactions

This section includes the most significant transactions between the Company and its affiliated persons (related parties) as defined in International Accounting Standard 24.

Particularly this section includes:

(a) Transactions between the Company and any related party incurred during the 1st half of 2017 (01.01.2017-30.06.2017) and that have materially affected the financial situation or performance of the Company during this period.

(b) Any changes in the transactions between the Company and any related party described in the last annual report, which could have a material effect on the financial situation or performance of the Company during the first half of 2017.

Note that the reference to the above transactions, which follows, includes the following:

(a) The amount of such transactions for the first half of 2017 (01.01.2017-30.06.2017)

(b) The outstanding balance at the end of the first half of 2017 (30.06.2017)

(c) The nature of the related party relationship with the Company and

(d) Any information on transactions, which are necessary for an understanding of the financial position of the Company, but only if such transactions are important and have not been made under normal market conditions.

The related parties of the company are as follows:

a) «Neurosoft Cyprus Ltd.», headquartered in Cyprus, in which the Company holds a 100% stake,
b) "Neurosoft Romania Srl." headquartered in Romania, in which the Company holds 95% stake indirectly through its subsidiary Neurosoft Cyprus Ltd.
c) «Neurosoft Cyber and Analytics Ltd », headquartered in United Kingdom, in which the Company holds a 100% stake.

Intercompany sales and other revenue	**30.06.2017**	**30.06.2016**
NEUROSOFT ROMANIA SRL	-	-
NEUROSOFT CYPRUS LTD	-	-
NEUROSOFT CYBER AND ANALYTICS LTD	-	-
Total	-	-

Intercompany purchases	**30.06.2017**	**30.06.2016**
NEUROSOFT ROMANIA SRL	-	-
NEUROSOFT CYPRUS LTD		5,000
NEUROSOFT CYBER AND ANALYTICS LTD	-	-
Total	**-**	**5.000**

The balances of receivables and payable of the Group and its related companies during the current fiscal year are analyzed as follows:

Intercompany balances (receivables)	**30.06.2017**	**30.06.2016**
NEUROSOFT ROMANIA SRL	352,450	352,450
NEUROSOFT CYPRUS LTD	126,000	126,000
NEUROSOFT CYBER AND ANALYTICS LTD	-	-
Total	**478,500**	**478,500**

Intercompany balances (payables)	**30.06.2017**	**30.06.2016**
NEUROSOFT ROMANIA SRL	-	-
NEUROSOFT CYPRUS LTD	800	-
NEUROSOFT CYBER AND ANALYTICS LTD	-	-
Total	**800**	-

Transactions and balances with related individuals, as defined by the International Accounting Standard 24, for the six-month period ended on June 30, 2017 are as follows:

	30.06.2017
Executives and management members remuneration	57,000
Remuneration of members of the board	218,154

Further to the above we note:

- No loans or credit facilities have been granted to the members of the Board or to other executive members of the Company (and their families).
- These transactions contain no exceptional or individual characteristic, which would make imperative the further analysis per related party.
- Apart from the above remuneration no other transactions between the Company and the aforementioned executives and Board members exist.
- No transaction has taken place outside and beyond normal market conditions.
- No transaction exists, the value of which exceeds 10 % of the value of the assets of the Company, as reflected in the latest published statements.

SECTION C

FURTHER INFORMATION

1.1 Regarding any subsequent events, as of the day of the drafting of this report, please see at note 18 below.

1.2 None of the companies included in the consolidation owns shares or stakes as of paragraph 5 of Article 103 of the Codified Law 2190/1920.

1.3 Regarding the planned growth of the Company as well as of the companies included in the consolidation, relative analysis is presented in Section G of this Report.

All the unaudited condensed consolidated financial accounts will be available via the company's site www.neurosoft.gr

UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended
June 30, 2017

In accordance with the International Financial Reporting Standards as adopted by the European Union

INTERIM STATEMENT OF COMPREHENSIVE INCOME

	Note	Group 01.01-30.06.2017	Group 01.01-30.06.2016	Company 01.01-30.06.2017	Company 01.01-30.06.2016
Revenues	4	4.880.381	4.877.902	4.855.287	4.840.716
Cost of services	6	(3.323.447)	(2.960.131)	(3.318.412)	(2.948.481)
Gross profit		**1.556.934**	**1.917.771**	**1.536.875**	**1.892.235**
Selling and distribution expenses	6	(368.080)	(291.919)	(339.317)	(263.155)
Administrative expenses	6	(617.897)	(466.436)	(612.136)	(466.436)
Other income		86.643	54.189	86.643	54.189
Financial income	5	344	1.535	344	1.535
Financial costs	5	(27.110)	(34.495)	(25.946)	(34.095)
Profit before income taxes		**630.834**	**1.180.644**	**646.463**	**1.184.271**
Income taxes	7	(302.304)	(429.794)	(302.304)	(429.794)
Net Profit (A)		**328.529**	**750.850**	**344.159**	**754.478**
Other total comprehensive income after tax (B)		-	-	-	-
Total comprehensive income after tax (A)+(B)		-	-	-	-
Profit attributable to:		**328.529**	**750.850**	**344.159**	**754.478**
Equity holders of the parent		328.529	750.850	344.159	754.478
Non-controlling interests		-	-	-	-
		328.529	**750.850**	**344.159**	**754.478**
		-	-	-	-
Total weighted average number of ordinary shares		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		25.584.594	25.584.594	25.584.594	25.584.594
Income per share (basic and diluted)		**0,0128**	**0,0293**	**0,0135**	**0,0295**

The accompanying notes are an integral part of the Interim Financial Statements

INTERIM STATEMENT OF FINANCIAL POSITION

	Note	30.06.2017	31.12.2016	30.06.2017	31.12.2016
ASSETS					
Non-Current Assets					
Property, plant and equipment	9	538.130	524.658	538.130	524.658
Intangible assets	10	4.215.398	3.068.906	4.180.581	3.005.325
Goodwill		-	-	51.852	51.852
Investments in subsidiaries	8	37.001	37.000	850.501	850.500
Other non-current assets		112.590	94.956	112.590	94.956
Total Non-Current Assets		**4.903.119**	**3.725.520**	**5.733.654**	**4.527.291**
Current Assets					
Inventories		646.582	548.924	646.582	548.924
Trade accounts receivable	11	2.385.371	3.927.532	2.354.971	3.897.132
Prepayments and other receivables	11	1.791.476	1.457.203	1.755.289	1.428.037
Receivables from intra Group Companies		-	-	150.750	150.750
Cash and cash equivalents	12	3.118.820	3.108.874	3.114.157	3.108.465
Total Current Assets		**7.942.248**	**9.042.532**	**8.021.748**	**9.133.307**
TOTAL ASSETS		**12.845.368**	**12.768.051**	**13.755.402**	**13.660.597**
EQUITY AND LIABILITIES					
Equity attributable to equity holders of the parent company					
Share capital	13	8.954.608	8.954.608	8.954.608	8.954.608
Share premium		600.000	600.000	600.000	600.000
Other reserves		366.056	347.536	396.158	377.638
Retained earnings		(429.928)	(739.938)	513.595	187.955
Total equity		**9.490.735**	**9.162.206**	**10.464.360**	**10.120.202**
Minority interests		-	-	-	-
Total equity		**9.490.735**	**9.162.206**	**10.464.360**	**10.120.202**
Non-Current Liabilities					
Reserve for staff retirement indemnities		309.863	296.945	309.863	296.945
Deferred tax liability		1.080.048	965.218	1.080.048	965.218
Total Non-Current Liabilities		**1.389.911**	**1.262.163**	**1.389.911**	**1.262.163**
Current Liabilities					
Trade accounts payable	14	490.183	750.284	478.664	708.701
Short-term borrowings		808.993	855.304	808.993	855.304
Income tax payable		244.010	54.336	244.010	54.336
Accrued and other current liabilities	15	421.535	683.759	369.463	659.892
Total Current Liabilities		**1.964.721**	**2.343.683**	**1.901.130**	**2.278.233**
Total Liabilities		**3.354.632**	**3.605.845**	**3.291.041**	**3.540.396**
TOTAL LIABILITIES AND EQUITY		**12.845.368**	**12.768.051**	**13.755.402**	**13.660.597**

The accompanying notes are an integral part of the Interim Financial Statements

INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS EQUITY

Group	Share Capital	Share Premium	Reserves	Retained Earnings	Total	Non Controlling Interests	Total
Total Equity as at January 1, 2016	**8.954.608**	**600.000**	**196.067**	**(2.512.971)**	**7.237.705**	**-**	**7.237.705**
Total operating income after tax	-	-	-	750.850	750.850	-	750.850
Total Equity as at June 30, 2016	**8.954.608**	**600.000**	**196.067**	**(1.762.121)**	**7.988.555**	-	**7.988.555**
Total Equity as at January 1, 2017	**8.954.608**	**600.000**	**196.067**	**(588.469)**	**9.162.206**	**-**	**9.162.206**
Total operating income after tax	-	-	-	328.529	328.529	-	328.529
Total Equity as at June 30, 2017	**8.954.608**	**600.000**	**196.067**	**(259.940)**	**9.490.735**	-	**9.490.735**

Company	Share Capital	Share Premium	Reserves	Retained Earnings	Total
Total Equity as at January 1, 2016	**8.954.608**	**600.000**	**208.391**	**(1.641.474)**	**8.121.525**
Total operating income after tax	-	-	-	754.478	754.478
Total Equity as at June 30, 2016	**8.954.608**	**600.000**	**208.391**	**(886.996)**	**8.876.003**
Total Equity as at 1 Jan 2017	**8.954.608**	**600.000**	**377.638**	**187.955**	**10.120.202**
Total operating income after tax	-	-	24.169	319.990	344.159
Total Equity as at 30 Jun 2017	**8.954.608**	**600.000**	**401.808**	**507.945**	**10.464.360**

The accompanying notes are an integral part of the Interim Financial Statements

INTERIM CASH FLOW STATEMENT

	Group		Company	
	01.01-30.06.2017	01.01-30.06.2016	01.01-30.06.2017	01.01-30.06.2016
Cash flows from Operating Activities				
Profit before income taxes	630.834	1.180.644	646.463	1.184.271
Adjustments for:				
Depreciation and amortisation	485.457	229.864	456.694	229.864
Provisions	12.918	9.823	12.918	9.823
Decrease/(increase) in financial assets	26.766	32.960	25.602	32.560
Operating loss before working capital changes	**1.155.975**	**1.453.291**	**1.141.677**	**1.456.519**
(Increase)/Decrease in:				
Inventories	(97.658)	(60.964)	(97.658)	(60.964)
Trade accounts receivable	1.580.924	(159.966)	1.580.924	(199.225)
Prepayments and other receivables	(334.273)	268.036	(327.252)	269.026
Trade accounts payable	(260.101)	(720.818)	(230.037)	(710.754)
Accrued and other current liabilities	(262.224)	(226.653)	(290.429)	(210.868)
Interest paid	(27.110)	(34.495)	(25.946)	(34.095)
Tax paid	(2.200)	-	(2.200)	-
Payement for staff indemnity	-	(5.248)	-	5.248
Other long term liabilities	(17.634)	(70)	(17.634)	(70)
Net cash from Operating Activities	**1.735.699**	**513.112**	**1.731.445**	**514.815**
Cash flows from Investing Activities				
Capital expenditure for property, plant and equipment	(1.679.785)	(505.096)	(1.679.785)	(505.096)
Interest and related income received	344	1.535	344	1.535
Net cash used in Investing Activities	**(1.679.441)**	**(503.561)**	**(1.679.441)**	**(503.561)**
Cash flow from financing activities				
Net change in short-term borrowings	(46.311)	(86.529)	(46.311)	(86.529)
Net cash from Financing Activities	**(46.311)**	**(86.529)**	**(46.311)**	**(86.529)**
Net increase (decrease) in cash and cash equivalents	**9.947**	**(76.978)**	**5.693**	**(75.275)**
Cash and cash equivalents at the beginning of the year	**3.108.874**	**3.960.210**	**3.108.465**	**3.947.409**
Cash and cash equivalents at the end of the year	**3.118.820**	**3.883.232**	**3.114.157**	**3.872.134**

The accompanying notes are an integral part of the Interim Financial Statements

NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS

1. CORPRORATE INFORMATION:

Neurosoft Software Production S.A (the Company) is a société anonyme incorporated and domiciled in Greece, based at 466 Irakliou Ave. & Kiprou str., 141 22 Iraklio Attica, whose shares are publicly traded at the AIM / MAC MILANO multilateral trading facility. The duration of the Company according to its Articles of Association is 100 years from the date of its incorporation, with a possible extension following an approval of the Shareholders' General Meeting.

Neurosoft is a Greek software company, which specialises in the design, development, customisation and maintenance of integrated software systems for its four core business areas: (i) Factoring and Financials, (ii) Sports Betting & Gaming Analytics, (iii) ICT and (iv) MICT & CSS, as well as the provision of advanced information technology services in both the Greek and international markets.

The number of employees for the Group and the Company at June 30, 2017, amounted to 154. At December 31, 2016, the respective number of employees was 114 for the Group and the Company.

Information on the Subsidiaries:

<u>Neurosoft Cyprus Ltd</u>

On February 2, 2009, the Company established "Rockberg Holdings Ltd" as a limited liability company under the laws of Cyprus. "Rockberg Holdings Ltd" owns the intellectual property rights related to the use and commercial exploitation of the website: "http://betonews.com/", which provides statistical analysis and historical data on soccer and basketball events. On May 3rd, 2011, after the approval of the Court of Limassol, a merger between "Rockberg Holdings Ltd" and "Gaeknar Ventures Ltd" took place.
In 2014 the company "Rockberg Holdings Ltd" changed its name to "Neurosoft Cyprus Ltd".

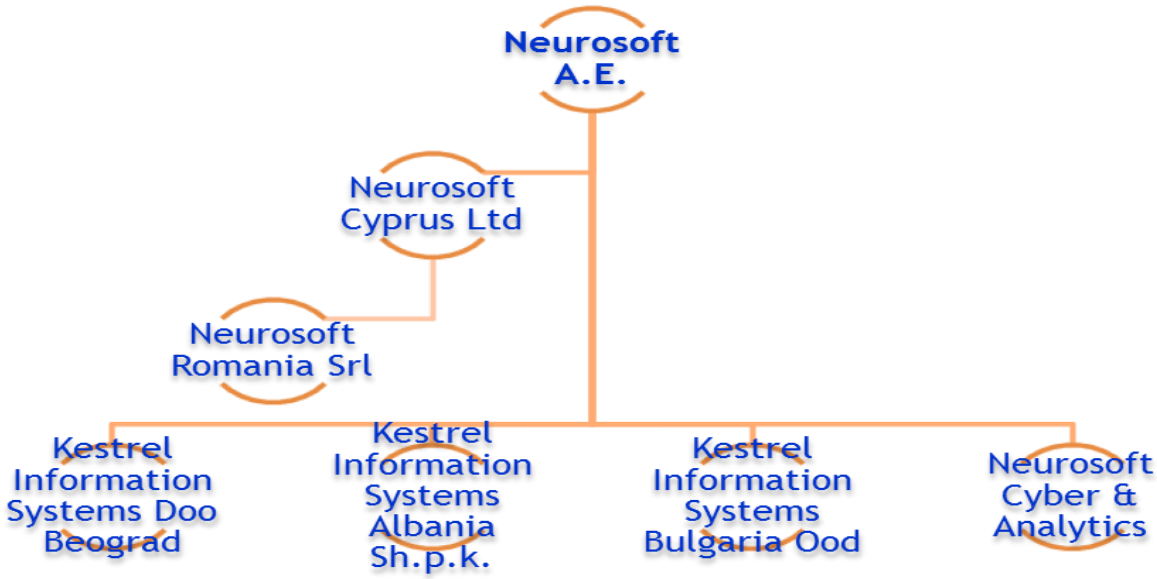
<u>Neurosoft Romania</u>

On June 23, 2008, "Rockberg Holdings Ltd" and Mr. Paschalidis established "Neurosoft Romania Srl", a software company which is based in Bucharest and is expected to service the market needs for "Neurosoft's S.A." products in Eastern Europe. At 31 December 2016, "Rockberg Holdings Ltd" holds 95% of the shares in "Neurosoft Romania Srl" and Mr. Paschalidis holds the remaining 5%.

Neurosoft Cyber and Analytics Ltd

On 03-06-2016, the Company established the company under the trade name of «NEUROSOFT CYBER AND ANALYTICS Ltd », with registered offices in United Kingdom.

Group Organization chart



2. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS:

(a) Basis of Preparation of Financial Statements:

The accompanying separate and consolidated interim condensed financial statements, for the six-month period ended at June 30, 2017, have been prepared in accordance with IAS 34 “Interim Financial Reporting”.

The accompanying separate and consolidated interim condensed financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the published annual financial statements for the year ended December 31, 2016, which are available on the internet in the address www.neurosoft.gr.

Certain line items of the previous period/year financial statements were reclassified to conform to the current period's presentation.

These financial statements have been prepared under the historical cost convention except for the valuation of financial assets at fair value through profit or loss, which have been prepared at fair value.

The preparation of the financial statements, in accordance with International Financial Reporting Standards (IFRS), requires the use of critical accounting estimates. It also requires management to exercise its judgment in the process of applying the accounting policies which have been adopted. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 2(e).

(b) Basis of Consolidation of Financial Statements:

The accompanying separate and consolidated interim condensed financial statements comprise the financial statements of "Neurosoft S.A." and all the subsidiaries where "Neurosoft S.A." has the power to control. All subsidiaries (companies in which the Group has direct or indirect ownership of 50% or more voting interest or has the power to control the Board of the investees) have been consolidated. Subsidiaries are consolidated from the date on which effective control is transferred to the Group and cease to be consolidated from the date on which control is transferred out of the Group.

All intra-group balances and transactions have been eliminated in the accompanying consolidated financial statements. Accounting policies for subsidiaries have been revised, where necessary, to ensure consistency with the policies adopted by the Group. A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction.

The financial statements of the subsidiaries are prepared for the same reporting date with that of the parent company.

Losses of subsidiaries are attributed to the non-controlling interest even if that results in a deficit balance.

If the Group loses control over a subsidiary, it:

- Derecognises the assets (including goodwill) and liabilities of the subsidiary
- Derecognises the carrying amount of any non-controlling interest
- Derecognises the cumulative translation differences, recorded in equity
- Recognises the fair value of the consideration received
- Recognises the fair value of any investment retained
- Recognises any surplus or deficit in profit or loss
- Reclassifies the parents' share of components previously recognised in other comprehensive income to profit or loss

Investments in subsidiaries in the separate financial statements are accounted for at cost less any accumulated impairment.

(c) Changes in accounting policies and disclosures:

The accounting policies adopted in the preparation of the interim condensed financial statements, are consistent with those followed in the preparation of the annual financial statements of the Company for the year ended December 31, 2015, except for the adoption of new standards and interpretations applicable for fiscal periods beginning at January 1, 2016.

New standards, amendments to standards and interpretations:

Certain new standards, amendments to standards and interpretations have been issued that are mandatory for periods beginning on or after 01.01.2017. The Group's evaluation of the effect of these new standards, amendments to standards and interpretations is as follows:

<u>Standards and Interpretations effective for the current financial year</u>

There are no new standards, amendments to standards and interpretations that are mandatory for periods beginning on 01.01.2017.

<u>Standards and Interpretations effective for subsequent periods</u>

IFRS 9 "Financial Instruments" and subsequent amendments to IFRS 9 and IFRS 7
<u>(effective for annual periods beginning on or after 1 January 2018)</u>

IFRS 9 replaces the guidance in IAS 39 which deals with the classification and measurement of financial assets and financial liabilities and it also includes an expected credit losses model that replaces the incurred loss impairment model used today. IFRS 9 establishes a more principles-based approach to hedge accounting and addresses inconsistencies and weaknesses in the current model in IAS 39. The Group is currently investigating the impact of IFRS 9 on its financial statements.

IFRS 15 “Revenue from Contracts with Customers” (effective for annual periods beginning on or after 1 January 2018)

IFRS 15 has been issued in May 2014. The objective of the standard is to provide a single, comprehensive revenue recognition model for all contracts with customers to improve comparability within industries, across industries, and across capital markets. It contains principles that an entity will apply to determine the measurement of revenue and timing of when it is recognised. The underlying principle is that an entity will recognise revenue to depict the transfer of goods or services to customers at an amount that the entity expects to be entitled to in exchange for those goods or services. The Group is currently investigating the impact of IFRS 15 on its financial statements.

IFRS 16 “Leases” (effective for annual periods beginning on or after 1 January 2019)

IFRS 16 has been issued in January 2016 and supersedes IAS 17. The objective of the standard is to ensure the lessees and lessors provide relevant information in a manner that faithfully represents those transactions. IFRS 16 introduces a single lessee accounting model and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. IFRS 16 substantially carries forward the lessor accounting requirements in IAS 17. Accordingly, a lessor continues to classify its leases as operating leases or finance leases, and to account for those two types of leases differently. The Group is currently investigating the impact of IFRS 16 on its financial statements. The standard has not yet been endorsed by the EU.

IFRS 17 “Insurance contracts” (effective for annual periods beginning on or after 1 January 2021)

IFRS 17 has been issued in May 2017 and supersedes IFRS 4. IFRS 17 establishes principles for the recognition, measurement, presentation and disclosure of insurance contracts within the scope of the Standard and its objective is to ensure that an entity provides relevant information that faithfully represents those contracts. The new standard solves the comparison problems created by IFRS 4 by requiring all insurance contracts to be accounted for in a consistent manner. Insurance obligations will be accounted for using current values instead of historical cost. The standard has not yet been endorsed by the EU.

IAS 12 (Amendments) "Recognition of Deferred Tax Assets for Unrealised Losses" (effective for annual periods beginning on or after 1 January 2017)

These amendments clarify the accounting for deferred tax assets for unrealised losses on debt instruments measured at fair value. The amendments have not yet been endorsed by the EU.

IAS 7 (Amendments) "Disclosure initiative" (effective for annual periods beginning on or after 1 January 2017)
These amendments require entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities. The amendments have not yet been endorsed by the EU.

IFRS 2 (Amendments) "Classification and measurement of Shared-based Payment transactions" (effective for annual periods beginning on or after 1 January 2018)
The amendment clarifies the measurement basis for cash-settled, share-based payments and the accounting for modifications that change an award from cash-settled to equity-settled. It also introduces an exception to the principles in IFRS 2 that will require an award to be treated as if it was wholly equity-settled, where an employer is obliged to withhold an amount for the employee's tax obligation associated with a share-based payment and pay that amount to the tax authority. The amendments have not yet been endorsed by the EU.

IFRS 4 (Amendments) "Applying IFRS 9 *Financial instruments* with IFRS 4 *Insurance contracts*" (effective for annual periods beginning on or after 1 January 2018)
The amendments introduce two approaches. The amended standard will: a) give all companies that issue insurance contracts the option to recognise in other comprehensive income, rather than profit or loss, the volatility that could arise when IFRS 9 is applied before the new insurance contracts standard is issued; and b) give companies whose activities are predominantly connected with insurance an optional temporary exemption from applying IFRS 9 until 2021. The entities that defer the application of IFRS 9 will continue to apply the existing financial instruments standard—IAS 39. The amendments have not yet been endorsed by the EU.

IAS 40 (Amendments) "Transfers of Investment Property" (effective for annual periods beginning on or after 1 January 2018)

The amendments clarified that to transfer to, or from, investment properties there must be a change in use. To conclude if a property has changed use there should be an assessment of whether the property meets the definition and the change must be supported by evidence. The amendments have not yet been endorsed by the EU.

IFRIC 22 "Foreign currency transactions and advance consideration" (effective for annual periods beginning on or after 1 January 2018)

The interpretation provides guidance on how to determine the date of the transaction when applying the standard on foreign currency transactions, IAS 21. The Interpretation applies where an entity either pays or receives consideration in advance for foreign currency-denominated contracts. The interpretation has not yet been endorsed by the EU.

IFRIC 23 "Uncertainty over income tax treatments" (effective for annual periods beginning on or after 1 January 2019)

The interpretation explains how to recognise and measure deferred and current income tax assets and liabilities where there is uncertainty over a tax treatment. IFRIC 23 applies to all aspects of income tax accounting where there is such uncertainty, including taxable profit or loss, the tax bases of assets and liabilities, tax losses and credits and tax rates. The interpretation has not yet been endorsed by the EU.

Annual Improvements to IFRSs 2014 (2014 – 2016 Cycle)

The amendments set out below describe the key changes to two IFRSs. The amendments have not yet been endorsed by the EU.

IFRS 12 "Disclosures of Interests in Other Entities"

The amendment clarified that the disclosures requirement of IFRS 12 are applicable to interest in entities classified as held for sale except for summarised financial information. The amendment is effective for annual periods beginning on or after 1 January 2017.

IAS 28 "Investments in associates and Joint ventures"

The amendments clarified that when venture capital organisations, mutual funds, unit trusts and similar entities use the election to measure their investments in associates or joint ventures at fair value through profit or loss (FVTPL), this election should be made separately for each associate or joint venture at initial recognition. The amendment is effective for annual periods beginning on or after 1 January 2018.

(d) Approval of Financial Statements:

The Board of Directors of "Neurosoft S.A." approved the separate and consolidated financial statements for the period ended at June 30, 2017, on September 22, 2017. The above mentioned financial statements are subject to the final approval of the General Assembly of the Shareholders.

(e) Significant Accounting Judgements and Estimates:

The Group and the Company make estimates and judgments concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The estimates and judgments that have a risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are as follows:

(a) Allowance for doubtful accounts receivables: The Group's and the Company's Management periodically reassess the adequacy of the allowance for doubtful accounts receivable in conjunction with its credit policy and taking into consideration reports from its legal department, which are prepared following the processing of historical data and recent developments of the cases they are handling.

(b) Provision for income taxes: According to IAS 12, income tax provisions are based on estimations as to the taxes that shall be paid to the tax authorities and includes the current income tax for each fiscal year, the provision for additional taxes which may arise from future tax audits and the recognition of future tax benefits. The final clearance of income taxes may be different from the relevant amounts which are included in these financial statements.

(c) Depreciation rates: The Group's and Company's assets are depreciated over their estimated remaining useful lives. These useful lives are periodically reassessed to determine whether the original period continues to be appropriate. The actual lives of these assets can vary depending on a variety of factors such as technological innovation and maintenance programs.

(d) Impairment of property, plant and equipment: Property, plant and equipment are tested for impairment when there are indicators that the carrying amounts may not be recoverable. When value in use calculations are undertaken, management estimates the expected future cash flows from the asset or cash-generating unit and chooses a suitable discount rate in order to calculate the present value of those cash flows.

(e) Deferred tax assets: Deferred tax assets are recognised for all unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of estimated future taxable profits together with future tax planning strategies.

3. PRINCIPAL ACCOUNTING POLICIES:

The preparation of accompanying separate and consolidated interim condensed financial statements, in accordance with IFRS, requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities, as well as, revenue and expenses as of the reporting period. Actual results may differ from those estimates.

The Group and the Company make estimates and judgments concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The estimates and judgments adopted in the preparation of the interim condensed financial statements are consistent with those followed in the preparation of the Group's and the Company's annual financial statements for the year ended December 31, 2016.

4. GROUP SEGMENT INFORMATION:

The Group's and Company's operations are divided into four segments:

1) Factoring and Financials
2) Sports betting & Gaming analytics
3) ICT
4) MICT & CSS

Transactions between business segments are set on arm's length basis in a manner similar to transactions with third parties.

The segment information of the Group for the period ended June 30, 2017 and 2016 is analyzed as follows:

For the period ended June 30, 2017	Factoring and Financials	Sport Betting & Gaming Analytics	ICT	MICT & CSS	Total
Revenue	441,168	694,987	3,190,461	553,765	**4,880,381**
Cost of Revenue	260,289	444,792	2,233,500	384,867	**3,323,447**
EBITDA	132,350	206,411	638,166	166,130	**1,143,057**
Trade receivables	134,902	297,941	1,659,032	293,495	**2,385,371**
Other Receivables	112,994	208,496	1,276,168	193,818	**1,791,476**
Liabilities	233,819	389,193	2,432,588	299,033	**3,354,632**

For the period ended June 30, 2016	Factoring and Financials	Sport Betting & Gaming Analytics	ICT	MICT & CSS	Total
Revenue	381,456	1,337,033	2.888.691	270.722	**4.877.902**
Cost of Revenue	225,093	1,222,901	1.383.681	128.456	**2.960.131**
EBITDA	163,923	363,817	847.021	126.234	**1.500.995**
Trade receivables	271,923	1,673,942	771.113	338.227	**3.055.205**
Other Receivables	211,902	330,713	256.555	44.325	**843.495**
Liabilities	86,223	1,562,839	1.779.344	57.601	**3.486.007**

5. FINANCIAL INCOME / (EXPENSES):

Financial income / (expenses) in the accompanying financial statements are analyzed as follows:

	Group		Company	
	January 1 - June 30,		January 1 - June 30,	
	2017	2016	2017	2016
	Unaudited		Unaudited	
Interest on short-term borrowings	(14,725)	(26,767)	(14,725)	(26,379)
Currency differences	(607)	(12)	-	-
Other financial costs	(11,778)	(7,716)	(11,221)	(7,716)
Total financial expenses	**(27,110)**	**(34,495)**	**(25,946)**	**(34,095)**
Interest earned on cash at banks and on time deposits	**344**	**1,535**	**344**	1,535
Total financial income	**344**	**1,535**	**344**	**1,535**
Net total financial income/(expenses)	**(26,766)**	**(32,960)**	**(25,602)**	**(32,560)**

6. ANALYSIS OF EXPENSES:

Expenses (cost of sales, selling and distribution, administrative) are analyzed as follows:

	Group		Company	
	January 1 - June 30,		January 1 - June 30,	
	2017	2016	2017	2016
	Unaudited		Unaudited	
Payroll and related costs	639,082	1,170,890	634,047	1,170,890
Third party fees and services	1,613,221	1,144,535	1,607,649	1,144,535
Taxes and duties	5,416	4,944	5,416	4,944
Sundry expenses	1,331,080	529,985	1,302,317	489,570
Depreciation and amortisation	456,693	229,864	456,693	229,864
Other operating expenses	70,149	46,624	69,960	46,624
Cost of sales of inventory and consumables	193,783	591,645	193,783	591,645
Total expenses	**4,309,424**	**3,718,486**	**4,269,865**	**3,678,072**

The above expenses are analyzed as follows:

	Group		Company	
	January 1 - June 30,		January 1 - June 30,	
	2017	2016	2017	2016
	Unaudited		Unaudited	
Cost of sales	3,323,447	2,960,131	3,318,412	2,948,481
Selling and distribution expenses	368,080	291,919	339,317	263,155
Administrative expenses	617,897	466,436	612,136	466,436
Total	**4,309,424**	**3,718,486**	**4,269,865**	**3,678,072**

7. INCOME TAXES:

According to the new Greek tax law L.4334/GG A’ 80/16.07.2015, the tax rate for the Societies Anonymes in Greece, was raised from 26% to 29%, for the fiscal years beginning January 1, 2015.

The amounts of income taxes which are reflected in the accompanying statement of income are analyzed as follows:

	Group		Company	
	January 1 - June 30,		January 1 - June 30,	
	2017	2016	2017	2016
	Unaudited		Unaudited	
Current income taxes	-	-	-	-
Prior years' taxes	-	-	-	-
Deferred income taxes	302,304	429,794	302,304	429,794
Total income taxes (credit) / debit reflected in the statement of comprehensive income	**302,304**	**429,794**	**302,304**	**429,794**

Greek tax laws and regulations are subject to interpretations by the tax authorities. Tax returns are filed annually but the profits or losses declared for tax purposes remain provisional until such time, as the tax authorities examine the returns and the records of the taxpayer and a final assessment is issued. Tax losses, to the extent accepted by the tax authorities, can be used to offset profits of the five fiscal years following the fiscal year to which they relate.

Tax Compliance certificate

From the financial year 2011 and onwards, all Greek Societe Anonyme and Limited Liability Companies that are required to prepare audited statutory financial statements must in addition obtain an "Annual Tax Certificate" as provided for by Article 65a of L.4174/2013. This "Annual Tax Certificate" must be issued by the same statutory auditor or audit firm that issues the audit opinion on the statutory financial statements. Upon completion of the tax audit, the statutory auditor or audit firm must issue to the entity a "Tax Compliance Report" which will subsequently be submitted electronically to the Ministry of Finance, by the statutory auditor or audit firm. This "Tax Compliance Report" must be submitted to the Ministry of Finance, within ten days from the date of approval of the financial statements by the General Meeting of Shareholders. The Ministry of Finance will subsequently select a sample of at least 9% of all companies for which a "Tax Compliance Report" has been submitted for the performance of a tax audit by the relevant auditors from the Ministry of Finance. The audit by the Ministry of Finance must be completed within a period of eighteen months from the date when the "Tax Compliance Report" was submitted to the Ministry of Finance.

Neurosoft has not been audited by the tax authorities for the fiscal year 2010. As for Neurosoft's subsidiaries, they have not been audited for the fiscal years shown as follows:

Subsidiary Companies	Unaudited tax years / periods
Neurosoft Cyprus Ltd.	-
Neurosoft Romania Srl.	23/6/2008 - today
Neurosoft cyber and analytics Ltd	-

For the fiscal years 2011, 2012, 2013, 2014, 2015 and 2016 Neurosoft S.A. has been tax audited by its statutory auditors in accordance with the paragraph 5 of Article 82 of L.2238/1994 and the article 65a of L.4174/2013. No significant additional tax liabilities arose, in excess of those provided for and disclosed in the financial statements.

The tax compliance certificate for the financial year 2017 is still in progress based on the provisions of article 65a of L.4174/2013. No significant additional tax liabilities are expected to arise, in excess of those provided for and disclosed in the financial statements.

In a future tax audit of the unaudited tax years it is possible that additional taxes and penalties may be assessed to Neurosoft and its subsidiaries. The Group believes that they have provided adequate provision (€ 54,336) for probable future tax assessments based upon previous years' tax examinations and past interpretations of the tax laws.

8. SUBSIDIARIES - GOODWILL:

a) Neurosoft's subsidiaries which are included in the accompanying consolidated financial statements are as follows:

	Group			
Company Name	30/06/2017		31/12/2016	
	Book Value	**%**	**Book Value**	**%**
NEUROSOFT CYPRUS LTD	-	100%	-	100%
NEUROSOFT ROMANIA SRL	-	95%	-	95%
NEUROSOFT CYBER AND ANALYTICS	1	100%	-	-
Other	37,000		37,000	
	37,001		**37,000**	

Company Name	Company			
	30/06/2017		31/12/2016	
	Book Value	%	Book Value	%
NEUROSOFT CYPRUS LTD	813,500	100%	813,500	100%
NEUROSOFT ROMANIA SRL	-	95%	-	95%
NEUROSOFT CYBER AND ANALYTICS	1	100%	-	-
Other	37,000		37,000	
	850,501		**850,500**	

b) **Merger through absorption of Kestrel Information Systems S.A**

On November 25th, 2014, completed the merge through absorption of the Company under the name "KESTREL INFORMATION SYSTEMS SOCIÉTÉ ANONYME" in accordance with the provisions of articles 68 par. 2 and 69-77a of Codified Law 2190/1920, as in force today, as well as the provisions of articles 1-5 of Law 2166/1993, as in force, by "Neurosoft S.A.".

The above-mentioned absorption resulted to an increase in the share capital of the Company by the total amount of € 204,607.90 and the relocation of its registered offices from Kifissias Avenue 32 in Maroussi to 466 Irakliou Ave. & Kiprou str., in Iraklion, Attica.

9. PROPERTY, PLANT AND EQUIPMENT:

Capital expenditure for property, plant and equipment amounted to € 538,130 for the six-month period ended June 30, 2017 and to € 570,837 for the six-month period ended June 30, 2016, for both the Group and the Company.

10. INTANGIBLE ASSETS:

Intangible assets comprise:

a) The website www.betonews.gr, owned by the subsidiary Rockberg S.A. Useful life was estimated by Management at 5 years.

b) The development costs (payroll) of internally generated software. The costs meet the criteria of development costs described in IAS 38 "Intangible Assets". Useful life was estimated by Management at 5 years.

c) The customer base which derived from the allocation of the provisional goodwill (acquisition of Kestrel)

Capital expenditure for intangible assets amounted to € 1,527,928 and € 1,527,928 for the six-month period ended June 30, 2017 and to € 458,985 and € 458,985 for the six-month period ended June 30, 2016, for the Group and the Company respectively.

11. TRADE ACCOUNTS RECEIVABLE, PREPAYMENTS AND OTHER RECEIVABLES:

Trade accounts receivable in the accompanying financial statements are analyzed as follows:

	Group		Company	
	30.06.2017	31.12.2016	30.06.2017	31.12.2016
	Unaudited	Audited	Unaudited	Audited
Trade customers	2,215,951	3,833,112	2,185,551	3,802,712
Cheques and notes receivable	59,774	59,774	59,774	59,774
Doubtful customers	180,306	105,306	180,306	105,306
Blocked deposits	2,258	2,115	2,258	2,115
Tax withheld	82,927	55,593	66,378	55,593
Prepaid expenses	1,468,700	981,393	1,468,701	981,392
Advances to employees and contractors	31,438	4,112	12,571	2,663
Other debtors	206,151	413,990	205,381	386,274
Less: Allowance for doubtful accounts receivable	(70,660)	(70,660)	(70,660)	(70,660)
Balance of trade and other receivables	**4,176,847**	**5,384,735**	**4,110,260**	**5,325,169**

12. CASH AND CASH EQUIVALENTS:

Cash and cash equivalents in the accompanying financial statements are analyzed as follows:

	Group		Company	
	30.06.2017	31.12.2016	30.06.2017	31.12.2016
	Unaudited	Audited	Unaudited	Audited
Cash in hand	132,562	162,815	127,899	162,406
Cash at bank	2,986,258	2,946,059	2,986,258	2,946,059
Total	**3,118,820**	**3,108,874**	**3,114,157**	**3,108,465**

13. SHARE CAPITAL:

Neurosoft's ordinary share capital at December 31, 2008 amounted to € 700,000 divided into 2,000,000 ordinary shares of € 0.35 par value each.

Following the decision of Shareholders' General Meeting in April 1, 2009 the Company's ordinary share capital increased to € 2,100,000 divided into 6,000,000 ordinary shares of € 0.35 par value each.

An increase of share capital by the amount of € 6,650,000 was decided in the resolution passed by the Company's General Meeting on September 28, 2009, by use of part of the available funds of the relevant special share premium reserve account, which resulted from the share capital increase realized after the Shareholders' General Meeting of April 1, 2009, by issuance of 19,000,000 new ordinary registered voting shares, of a par value of € 0.35 each, and the free ensuing proportional allocation to shareholders of 19 new shares for each 6 shares held.

On November 25th, 2014, the merge through absorption of the company under the name "KESTREL INFORMATION SYSTEMS SOCIÉTÉ ANONYME" was completed. The property of the Absorbed Company (assets and liabilities) was transferred to the Absorbing Company, based on its property condition which appears in the Merger Balance Sheet of May 31st, 2014. As a result, the share capital of "Neurosoft S.A." increased simultaneously and in parallel:

a) by the amount of the remaining contributed share capital of the Absorbed Company amounting to € 204,607.76 and
b) as a result of capitalization to the purpose of rounding the nominal value of the shares, part of the share premium account of the Absorbing Company, at the amount of € 0.14.

As a consequence, the total amount of the (net) share capital increase of Neurosoft S.A. will be € 204,607.90, and its total share capital will amount to € 8,954,607.90, divided into 25,584,594 ordinary nominal (par value) shares with voting rights at a nominal value of € 0.35 each.

The participation ratio of the shareholders of the Merging Companies to the new share capital of the Absorbing Company, as resulting from the Merger, will be 98.44% for the shareholders of Neurosoft S.A. and 1.56% for the shareholders of Kestrel S.A. Consequently, regarding the new total share capital of the Absorbing Company, which amounts to € 8,954,607.90, now divided into 25,584,594 ordinary nominal (par value) shares with voting rights, 25,184,594 shares will correspond to the shareholders of Neurosoft S.A. and 400,000 shares to the shareholders of Kestrel S.A. (except for those of the Absorbing Company).

14. TRADE ACCOUNTS PAYABLE:

Trade accounts payables in the accompanying financial statements are analyzed as follows:

	Group		Company	
	30.06.2017	31.12.2016	30.06.2017	31.12.2016
	Unaudited	Audited	Unaudited	Audited
Domestic and foreign suppliers	490,183	750,284	478,664	708,701
Post-dated cheques payable	-	-	-	-
Total	**490,183**	**750,284**	**478,664**	**708,701**

15. ACCRUED AND OTHER CURRENT LIABILITIES:

Accrued and other current liabilities in the accompanying financial statements are analyzed as follows:

	Group		Company	
	30.06.2017	31.12.2016	30.06.2017	31.12.2016
	Unaudited	Audited	Unaudited	Audited
Social security payable	124,913	177,995	124,913	177,995
Value added tax and withheld taxes	213,245	401,432	213,245	401,432
Accrued expenses	34,475	18,114	-	14,649
Other current liabilities	48,902	86,218	31,305	65,816
Total	**421,535**	**683,759**	**369,463**	**659,892**

16. RELATED PARTIES:

Related party transactions refer to purchases of goods and services from and services provided to certain related parties in the normal course of business.

Particularly related parties transactions include:

(a) Transactions between the Company and any related party incurred during the 1st half of 2017 (01.01.2017-30.06.2017) and that have materially affected the financial situation or performance of the Company during this period.

(b) Any changes in the transactions between the Company and any related party described in the last annual report, which could have a material effect on the financial situation or performance of the Company during the first half of 2017.

Note that the reference to the above transactions, which follows, includes the following:
(a) The amount of such transactions for the first half of 2017 (01.01.2017-30.06.2017)
(b) The outstanding balance at the end of the first half of 2017 (30.06.2017)
(c) The nature of the related party relationship with the Company and
(d) Any information on transactions, which are necessary for an understanding of the financial position of the Company, but only if such transactions are important and have not been made under normal market conditions.

The related parties of the company are as follows:

- «Neurosoft Cyprus Ltd.», headquartered in Cyprus, in which the Company holds a 100% stake,
- «Neurosoft Romania Srl. » headquartered in Romania, in which the Company holds 95% stake indirectly through its subsidiary Neurosoft Cyprus Ltd,
- «Neurosoft Cyber and Analytics Ltd », headquartered in United Kindom, in which the Company holds a 100% stake.

Intercompany sales and other revenue	**30.06.2017**	**30.06.2016**
NEUROSOFT ROMANIA SRL	-	-
NEUROSOFT CYBER AND ANALYTICS LTD	-	-
NEUROSOFT CYPRUS LTD	-	-
Total	**-**	**-**

Intercompany purchases	**30.06.2017**	**30.06.2016**
NEUROSOFT ROMANIA SRL	-	-
NEUROSOFT CYBER AND ANALYTICS LTD	-	-
NEUROSOFT CYPRUS LTD	-	-
Total	**-**	**-**

The balances of receivables and payable of the Company and its related companies during the current fiscal year are analyzed as follows:

Intercompany balances (receivables)	30.06.2017	30.06.2016
NEUROSOFT ROMANIA SRL	352,450	352,450
NEUROSOFT CYBER AND ANALYTICS LTD	-	-
NEUROSOFT CYPRUS LTD	126,000	126,000
Total	**478,500**	**478,500**

Intercompany balances (payables)	30.06.2017	30.06.2016
NEUROSOFT ROMANIA SRL	-	-
NEUROSOFT CYBER AND ANALYTICS LTD	-	-
NEUROSOFT CYPRUS LTD	800	800
Total	**800**	**800**

Transactions and balances with related individuals, as defined by the International Accounting Standard 24, for the six-month period ended on June 30, 2017 and 2016 are as follows:

	30.06.2017	30.06.2016
Executives and management members' remuneration	57,000	56,490
Remuneration of members of the board	218,154	169,248

Further to the above we note:

• No loans or credit facilities have been granted to the members of the Board or to other executive members of the Company (and their families).

• These transactions contain no exceptional or individual characteristic, which would make imperative the further analysis per related party.

• Apart from the above remuneration no other transactions between the Company and the aforementioned executives and Board members exist.

• No transaction has taken place outside and beyond normal market conditions.

• No transaction exists, the value of which exceeds 10 % of the value of the assets of the Company, as reflected in the latest published statements.

17. COMMITMENTS AND CONTINGENCIES:

Litigation and Claims: The Group is currently involved in a number of legal proceedings and has various claims pending arising in the ordinary course of business. Based on currently available information, management and its legal counsel believe that the outcome of these proceedings will not have a significant effect on the Group's and Company's operating results or financial position.

18. EVENTS AFTER THE STATEMENT OF FINANCIAL POSITION DATE:

There are no subsequent events that should be taken into account for the preparation of the Financial Statements for the period ended June 30, 2017.

Athens, September 21, 2017

President of the BoD	Chief Executive Officer	Head Accountant
Mavroeides Angelopoulos	Nikolaos Vassilonikolidakis	Michalis Amanitis