

SERVICE-ICAR SRL

BALANCE SHEET

All figures in Euro

	As at June 30th		Year over Year (2014 vs. 2013)		
	Actual 2014	Actual 2013	Euro	%	Notes
ASSETS					
Current assets					
Trade debtors	49,715	63,821	(14,106)	(22)	
Other debtors	28,831	27,115	1,716	6	
Cash	397,422	439,864	(42,442)	(10)	
Total Current Assets	475,968	530,800	(54,833)	(10)	
Investments & Capital Assets					
Capital assets	1,455	1,911	(456)	(24)	
Investments	0	0	0	0	
Total Investment & Capital Assets	1,455	1,911	(456)	(24)	
Prepayments and accrued income	0	0	0	0	
TOTAL ASSETS	477,422	532,711	(55,289)	(10)	
LIABILITIES & NET ASSETS					
Current Liabilities					
Accounts payable	27,303	13,357	13,946	104	
Withholding taxes	(16,506)	1,805	(18,311)	(1,014)	
Severance Reserve Fund	0	1,125	(1,125)	(100)	
Deferred income	117,860	241,846	(123,986)	(51)	
Total Current Liabilities	128,657	258,134	(129,477)	(50)	
Net Assets					
Capital	10,400	10,400	0	0	
Retained earnings	260,423	166,838	93,585	56	
Operating profit (loss)	77,943	97,339	(19,396)	(20)	
Total Capital and Reserves	348,766	274,577	74,189	27	
TOTAL LIABILITIES & NET ASSETS	477,422	532,711	(55,289)	(10)	

Note: In June 2013 the follow-up budget was not done at June
The figures reported here are approx.

SERVICE-ICAR SRL INCOME STATEMENT

All figures in Euro



			YTD VARIANCE- BUDGET		Y/Y VARIANCE (2014 vs. 2013)				
As at June 30th									
	Actual 2013	Actual 2014	6 month budget	Euro	%	Euro	%	12 month budget	12 month forecast
INCOME									
Revenue									
Revenues	306,419	246,619	282,000	(35,381)	(12.55)	(59,800)	(19.52)	564,000	570,000
Other revenues	10,000	11,500	1,000	10,500	0.00	1,500		2,000	20,000
REVENUE	316,419	258,119	283,000	(24,881)	(8.79)	(58,300)	(18.42)	566,000	590,000
Interest									
Bank interest	1,238	393	600	(207)	(34.49)	(845)		1,200	900
INVESTMENT INCOME	1,238	393	600	(207)	(34.49)	(845)	0	1,200	900
TOTAL INCOME	317,657	258,512	283,600	(25,088)	(8.85)	(59,145)	(18.62)	567,200	590,900
EXPENDITURE									
Purchasing and service costs	179,881	149,996	232,250	(82,254)	(35.42)	(29,885)	(16.61)	464,500	470,000
Staff costs	24,123	21,638	39,875	(18,237)	(45.74)	(2,486)	(10.30)	79,750	85,000
Other expenses	6,427	7,773	0	7,773		1,346	20.95	0	16,000
GENERAL EXPENSES	210,431	179,406	272,125	(92,719)	(34.07)	(31,024)	(14.74)	544,250	571,000
Depreciation	0	0	1,350	(1,350)	(100.00)	0		2,700	1,660
Bank charges	560	568	750	(182)	(24.24)	8		1,500	1,200
Extraordinary charges	8,470	0	0	0	0.00	(8,470)		0	0
NON OPERATING EXPENSES	9,030	568	2,100	(1,532)	(72.94)	(8,462)	(93.71)	4,200	2,860
TOTAL EXPENSES	219,461	179,975	274,225	(94,250)	(34.37)	(39,486)	(17.99)	548,450	573,860
Current taxes	857	594						7,935	7,157
NET INCOME (LOSS)	97,339	77,943	9,375	69,163	738	(19,658)	(20.20)	10,815	9,883

Note: In June 2013 the follow-up budget was not done at June. The figures reported here are approx.

EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS

For the period 1st January to 30th June, 2014

SERVICE-ICAR Srl
Rome (Italy) - Via Savoia 78, sc.A, int.3
VAT Number IT 06753481008

NOTES: Balance Sheet

ASSETS

1. Trade debtors

This is the total amount for invoices issued and still outstanding.

2. Other debtors

This is the credit for taxes, and VAT credit.

3. Cash

Includes cash on hand current bank account balances (cash and BNL).

4. Capital assets

Net book value of computers and furniture owned by the Company (cost less depreciation).

LIABILITIES

5. Accounts payable

Total amount for invoices received for this period to be paid.

6. Withholding taxes

These are tax liabilities for social charges and other taxes for personnel costs.

7. Severance Reserve Fund

The Company is required to collect and accumulate prescribed annual amounts as they relate to permanent employees in accordance with the legal requirements of Italy. Those amounts will be retained by S.I. and given back to the employees when they will leave the organization. In 2013 Pamela Canavacci left the company and for this reason the amount is equal to 0 €.

8. Deferred income

The total amount refers to three items:

- Invoices issued but deferred as the relevant cost from the laboratory is still due and we do not know when the invoice will arrive. The total amount is 66.012,00 €.
- Contribution from EU for SOLID project for future activities for an amount of 29.372,72 €.
- Two-third part of the invoices issued in ID for marketed products with 3-years validity for an amount of 22.475,00 €.

EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS

For the period 1st January to 30th June, 2014

NOTES: Statement of Financial Position (Income Statement) related to the first 6 months

1. Revenues

This is the revenue for current activities of the Company. The detail is given in the annex 1.

2. Other revenues

This is the contribution from EU for SOLID project to cover the current expenses (7.773 €).

NOTES: Statement of Financial Position (Expenses) related to the first 6 months

3. Purchasing and service costs

These are the total cost to run the company. In the annex 1 there is the detail by activity.

4. Staff costs

The detail is shown in annex 1.

5. Other expenses

The expenses are for the EU SOLID project (7.773 €).

BREAKDOWN INCOME AND EXPENSES BY ACTIVITY

For the 6 months. All figures in Euro

ACTIVITIES	BALANCE	
	EXPENSES	INCOME
2014		
Identification		
Cost laboratories, travel, accommodation	68.624	
Income from tests		147.249
		78.625
Recording Devices		
Cost laboratories, travel accommodation	40.500	
Income from tests		72.150
		31.650
Labelling		
Cost for printing tags	4.867	
Income from manufacturers for tags		20.162
		15.295
Certificate of Quality		
Honorarium, travel and accommodation	7.016	
Income from MO requests of CoQ		3.808
		(3.200)

EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS

For the period 1st January to 30th June, 2014

EU Projects (Solid)

Honorarium and direct costs	7.773		
Grant from EU		11.500	
			3.727

InterBeef

Cost laboratory	0		
Income from organisations		0	
			0

Genomic agreement

Honorarium and direct costs	3.250		
Grant from EU		3.250	
			0

TOTAL	132.030	258.119	126.097
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ORDINARY EXPENSES

EXPENSES INCOME BALANCE 2014

Office costs

Telephone, cleaning, stationary, postage, insurance, rent office, awards, printing, etc.	10.224		
Staff costs (permanent and consultants)	21.638		
Assistance (server, accounts, legal)	4.968		
Travel and accommodation	9.960		
Depreciation	0		
Bank charges	568		
Taxes	595		
Bank interest		393	
			(47.560)

NET PROFIT / (LOSS)			78.537
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