

**Sonata Software North America, Inc.**

Financial Statements

Three-month and year-to-date periods ended  
September 30, 2011 and 2010

with

Report of Independent Auditors

CERTIFIED PUBLIC  
ACCOUNTANTS

DONALD WILSON  
ALAN MARKLE  
CHARLES STUCKEY  
DAVID HARDESTY  
DAVID BOTT  
DAVID BAILEY  
MICHAEL SMITH

Report of Independent Auditors

To the Board of Directors of  
Sonata Software North America, Inc.

We have audited the accompanying balance sheets of Sonata Software North America, Inc. as of September 30, 2011 and 2010, and the related statements of income and retained earnings (accumulated deficit) and cash flows for the three-month and year-to-date periods then ended. These financial statements are the responsibility of the management of Sonata Software North America, Inc. Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above presents fairly, in all material respects, the financial position of Sonata Software North America, Inc. as of September 30, 2011 and 2010, and the results of its operations and cash flows for the three-month and year-to-date periods then ended, in conformity with accounting principles generally accepted in the United States.

Sonata Software North America, Inc. is a wholly owned subsidiary of Sonata Software Limited, and has significant transactions with its parent company.

The accompanied condensed financial statements, without the detailed notes, have been prepared solely for the purpose of consolidation and reporting by Sonata Software Limited.

*Wilson Markle Stuckey Hardesty & Bott*  
Wilson Markle Stuckey Hardesty & Bott  
October 6, 2011

**Sonata Software North America, Inc.**  
Balance Sheets

	<u>September 30,</u> <u>2011</u>	<u>September 30,</u> <u>2010</u>
<b>Assets</b>		
Current assets		
Cash and cash equivalents	\$524,962	\$581,794
Accounts receivable, net of allowance	4,189,504	4,860,789
Prepaid expenses	26,323	46,372
	<u>4,740,789</u>	<u>5,488,955</u>
Property and equipment, at cost	340,451	299,128
Accumulated depreciation	<u>(286,851)</u>	<u>(274,133)</u>
Property and equipment, net	53,600	24,995
Deposits and other assets	<u>13,528</u>	<u>9,175</u>
<b>Total assets</b>	<u><u>\$4,807,917</u></u>	<u><u>\$5,523,125</u></u>
<b>Liabilities and Stockholder's Equity</b>		
Current liabilities		
Accounts payable	\$ —	\$ —
Accounts payable - Sonata, net	6,102,384	7,331,048
Accrued expenses	<u>423,633</u>	<u>288,699</u>
Total current liabilities	6,526,017	7,619,747
Preferred stock; redeemable, \$0.0001 par value, liquidation value of \$1.00 per share; 6,500,000 shares authorized, no shares outstanding	—	—
Net capital deficiency		
Common stock; \$0.0001 par value; 3,500,000 shares authorized, 300,000 shares issued and outstanding	300,000	300,000
Retained earnings (accumulated deficit)	<u>(2,018,100)</u>	<u>(2,396,622)</u>
Total net capital deficiency	<u>(1,718,100)</u>	<u>(2,096,622)</u>
Total preferred stock and net capital deficiency	<u>(1,718,100)</u>	<u>(2,096,622)</u>
<b>Total liabilities and stockholder's equity</b>	<u><u>\$4,807,917</u></u>	<u><u>\$5,523,125</u></u>

**Sonata Software North America, Inc.**  
**Statements of Income and Retained Earnings (Accumulated Deficit)**

	<u>Quarter ended September 30, 2011</u>	<u>Quarter ended September 30, 2010</u>	<u>Year to date September 30, 2011</u>	<u>Year to date September 30, 2010</u>
Revenues				
Computer programming services	\$6,574,919	\$6,923,952	\$14,653,236	\$10,904,978
Direct costs				
Computer programming services	<u>6,003,662</u>	<u>6,468,806</u>	<u>13,525,832</u>	<u>10,035,897</u>
Income from operations	571,257	455,146	1,127,404	869,081
General and administrative expenses				
Sales, general and administrative expenses	500,296	329,712	985,393	643,993
Depreciation	<u>3,886</u>	<u>2,168</u>	<u>7,477</u>	<u>4,131</u>
Total general and administrative expenses	<u>504,182</u>	<u>331,880</u>	<u>992,870</u>	<u>648,124</u>
Income before income taxes	67,075	123,266	134,534	220,957
Taxes on income	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Net income	67,075	123,266	134,534	220,957
Retained earnings (accumulated deficit)				
Beginning of period	<u>( 2,085,175)</u>	<u>( 2,519,888)</u>	<u>( 2,152,634)</u>	<u>( 2,617,579)</u>
End of period	<u><u>(\$2,018,100)</u></u>	<u><u>(\$2,396,622)</u></u>	<u><u>(\$2,018,100)</u></u>	<u><u>(\$2,396,622)</u></u>

**Sonata Software North America, Inc.**  
Statements of Cash Flows

	Quarter ended September 30, 2011	Quarter ended September 30, 2010	Year to date September 30, 2011	Year to date September 30, 2010
<b>Cash flows from operating activities</b>				
Net income	\$67,075	\$123,266	\$134,534	\$220,957
Adjustments to reconcile net income to net cash provided (used) by operating activities				
Depreciation	3,886	2,168	7,477	4,131
Changes in current assets and liabilities				
Accounts receivable	296,007	(2,372,185)	238,978	(2,266,613)
Prepaid expenses	1,754	(5,637)	36,851	( 34,490)
Accounts payable	-	-	-	-
Accrued expenses	10,649	19,445	16,819	77,175
Net cash provided (used) by operating activities	379,371	(2,232,943)	434,659	(1,998,840)
<b>Cash flows from investing activities</b>				
Purchases of property and equipment	-	-	(15,988)	(14,076)
Net change in deposits and other assets	-	-	-	-
Net cash provided (used) by investing activities	-	-	( 15,988)	( 14,076)
<b>Cash flows from financing activities</b>				
Net change in accounts payable - Sonata	( 460,279)	2,646,116	( 167,843)	2,250,885
Net cash provided (used) by financing activities	( 460,279)	2,646,116	( 167,843)	2,250,885
Net change in cash and cash equivalents	(80,908)	413,173	250,828	237,969
<b>Cash and cash equivalents,</b>				
Beginning of period	605,870	168,621	274,134	343,825
End of period	\$524,962	\$581,794	\$524,962	\$581,794
<b>Supplemental cash flow information</b>				
Cash paid for income taxes during the period	-	-	-	-