

Report 31/2010 refers to: Agreement with CRON Company

The Management Board of SIMPLE S.A. informs that on 19.11.2010 reached the agreement with the Company CRON Sp. z o.o., seated in Warsaw, under which the Company CRON undertakes to sale the rights to its products (including the computer software) and to make the assignment to SIMPLE of receivables attributable to CRON from the present agreements with clients and undertakes not to enter into agreements with the present clients so that the SIMPLE is the entity authorized to exclusive service of all present clients of CRON, including:

- a) Acquisition of the rights to CRON products and exclusive service of ERP Clients of CRON. The subject of agreement refers to the following services and products: licenses, service care, post-implementation care, single consultancy and other services for ERP Clients of CRON. Under the following settlement the revenues due to sale of Simple products and related services to CRON Clients will not be considered.
- b) Financial condition: Simple shall pay CRON 160 k as the pre-payment for acquisition of products and exclusive service of Clients. The payment shall be made within 7 days after the final agreement.
- c) Additional payments due to acquisition of the rights to CRON products will be dependent on the level of sale to CRON Clients in the field specified in the subpar. a within 02.11.2010 to 31.10.2011. The additional payment will be calculated in the following manner:
 - Revenues over 500 k PLN - Additional payment 200 k + 20% from the sale (revenue) of this products over 500 k
 - Revenues between 500 k PLN and 400 k PLN - Additional payment 200 k PLN
 - Revenues below 400 k PLN - - no additional payment
 - The above revenues are expressed in net price (excluding VAT)

Additionally Simple and CRON shall enter into the agreement under which the CRON will be the consultant. Monthly rate will be 15 k PLN net. Duration of this agreement include 12 months. The effective date of the agreement December 2010.