



Appendix B

Progress Report

This progress report, prepared and provided to the Investor by the Company, to confirm that since the SPA, the Company has successfully achieved all of the objectives described below:

Business side:

- 1) **First Responder (Police or MDA or Fire department etc.)** – completion of **integration and production implementation** of the Reporty system with first responder and providing their local teams/volunteers option to stream and report from the scene back to the command and control center. – **Done with MDA**
- 2) **Local municipality** – At least two local authorities (50,000+ Residence) that provide their **employees (at least 300 people in each city)** the system for internal urban uses.
Done – Modiin, Ra'anana

In addition:

- Process with Haifa and Hadera.
- Finished Installation in Israeli biggest news channel (Channel 2).
- Singapore: Started corporation with NCS
- In advanced process with Microsoft (Proposal was sent, after few demo to Microsoft Physical security HQ)
- Started discussion with UBER global security team for pilot.

Technological side:

Streaming

- 1) Implement echo cancellation module and reduce acoustic echo which appears on the operator side due to echo created on the mobile side. **Done.**
- 2) Reduce audio stream latency to 600ms. **Done < 600ms.**

In addition:

- Reporty Router (First Version) – **Done**
- Adaptive bitrate - **Done**
- Hardware accelerated video encoding - **Done**



Indoor Positioning

- 1) Design and develop a scalable framework and data-models for active and passive raw RF signals collection and storing, correlated with Geo-Tagged locations. **Done**
- 2) Completing harvesting of RF and geo-tagged data of at least 30 unique locations, which could be apartments, stores, offices, etc. as a preliminary step before integrating the indoor positioning algorithm in Reporty App. **Done**

Social Features

- 1) Implement the Guardians Feature
 - a. Set your Reporteam - **Done**
 - b. Chat capability with Reporteam - **Done**
 - c. Option for choosing your rules using the rule engine – **Done**

In addition:

- Instant messaging – **Done**
- Organization ID – **Done**
- SpotMe – **In progress** – will be ready within 1 Month.

C2I

- 1) Chat capability between the dispatcher and the reporter - **Done**
- 2) Ability for pulling a detailed reporter profile at the C2I during a report – **Done**

In addition:

- Auto update – **Done**
- Mobile device signal strength bar – **Done**

Scalability and Robustness

- 1) Full mobile support and QA tested functionality on IOS mobile phones and 5 top Android mobile devices in Israel - **Done**
- 2) Implementing an auto-scalable cloud computing and storage solution that would support all of Reporty's mobile active users by leveraging on-demand IaaS providers – **Done**
- 3) Having a robust and commercially available version of the Reporty App, which shall utilize at high level of performance and substantially free of defects all of the aforesaid functionalities and designs. – **Done**

In addition:

- Monitoring system – Automatic alert in case of failure – **Done**



- Load testing system - Done

Patents:

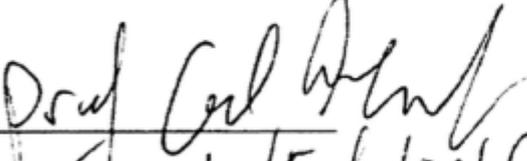
1. Automatic load balancing - Sustaining activity during high network strain – **PCT Stage.**
2. Reporty router – the ability to optimize voice and video communication in real time by identifying the most stable method of communication - **Provisional**

Sincerely

ריפורטי
בטחון לאומי בע"מ
ח.פ. 515106409

Reporty Homeland Security Ltd.

I, the undersigned, Mr. Gal Kaminka hereby confirm that I have read this report, examined and reviewed the relevant technology/system of the Company and therefor certify that, to my best professional judgment, the statements and descriptions set forth therein are correct and accurate


Date: 17 / Feb / 2016