GUNTHER INTERNATIONAL LTD.

CONSOLIDATED
FINANCIAL STATEMENTS

Years Ended March 31, 2015 and 2014

GUNTHER INTERNATIONAL LTD.

March 31, 2015 and 2014

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Independent Auditor's Report

To the Board of Directors
Gunther International Ltd.

We have audited the accompanying consolidated financial statements of Gunther International Ltd. and subsidiary, which comprise the consolidated balance sheets as of March 31, 2015 and 2014, and the related consolidated statements of operations, stockholders' equity/(deficit) and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Gunther International Ltd. and subsidiary as of March 31, 2015 and 2014, and the results of their operations and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

CohnReznick LLP

Hartford, Connecticut
June 16, 2015

GUNTHER INTERNATIONAL LTD.
CONSOLIDATED BALANCE SHEETS
(Dollars in thousands, except per share data)

	March 31, 2015	March 31, 2014
Assets		
Current assets:		
Cash	$ 2,932	$ 2,330
Accounts receivable, less allowance of $174 in 2015 and $129 in 2014	2,282	1,740
Inventories	6,039	4,821
Prepaid expenses	359	296
Deferred income taxes	1,596	1,525
Total current assets	13,208	10,712
Equipment and leasehold improvements:		
Machinery and equipment	2,239	2,059
Furniture and fixtures	374	388
Leasehold improvements	218	218
	2,831	2,665
Accumulated depreciation and amortization	(1,975)	(1,844)
	856	821
Patents, net of amortization of $98 in 2015 and $95 in 2014	10	13
Deferred income taxes	1,841	2,364
Total assets	$ 15,915	$ 13,910
Liabilities and stockholders' equity		
Current liabilities:		
Accounts payable	$ 2,017	$ 1,111
Accrued expenses	1,861	1,545
Deposits on systems contracts	1,026	276
Deferred service contract revenue	3,399	3,586
Accrued interest due to Gunther Partners LLC- a related party	1,226	1,580
Current portion on notes payable - other	32	41
Current portion of capital lease obligation	15	12
Total current liabilities	9,576	8,151
Notes payable to Gunther Partners LLC- a related party	4,000	4,100
Notes payable – other	16	48
Capital lease obligation, less current portion	17	22
Total long-term liabilities	4,033	4,170
Total liabilities	13,609	12,321
Commitments and contingencies		
Stockholders' equity:		
Preferred Stock, $.001 par value: 500,000 shares authorized; none issued	-	-
Common stock, $.001 par value: 32,000,000 shares authorized; 19,767,435 shares issued at March 31, 2015 and 20,687,004 shares issued at March 31, 2014	20	21
Treasury stock, at cost (0 shares at March 31, 2015; 919,569 at March 31, 2014)	-	(138)
Additional paid-in capital	19,951	20,088
Accumulated deficit	(17,665)	(18,382)
Total stockholders' equity	2,306	1,589
Total liabilities and stockholders’ equity	$ 15,915	$ 13,910

See accompanying notes.

GUNTHER INTERNATIONAL LTD.
CONSOLIDATED STATEMENTS OF OPERATIONS
(Dollars in thousands, except per share data)

	Years Ended March 31,	
	2015	**2014**
Sales:		
Systems	$ 7,888	$ 7,255
Maintenance	15,909	15,676
Supplies	3,972	3,586
Total sales	27,769	26,517
Cost of sales:		
Systems	5,721	5,911
Maintenance	11,630	11,151
Supplies	3,046	2,768
Total cost of sales	20,397	19,830
Gross profit	7,372	6,687
Operating expenses:		
Selling and administrative	4,973	4,728
Research and development	1,128	1,679
Total operating expenses	6,101	6,407
Operating income	1,271	280
Interest expense	25	27
Interest income	(5)	(1)
Income before income taxes	1,251	254
Income taxes (benefit)	534	(3,849)
Net income	$ 717	$ 4,103
Basic and diluted net income per share	$ 0.04	$ 0.21
Weighted-average number of common shares outstanding	19,767,435	19,767,435

See accompanying notes.

GUNTHER INTERNATIONAL LTD.
CONSOLIDATED STATEMENTS OF STOCKHOLDERS' EQUITY/ (DEFICIT)
Years Ended March 31, 2015 and 2014
(Dollars in thousands)

	Common Stock		Treasury Stock		Additional Paid-in	Accumulated	
	Shares	Amount	Shares	Amount	Capital	Deficit	Total
Balance, March 31, 2013	20,687,004	$ 21	(919,569)	$ (138)	$ 20,088	$ (22,485)	$ (2,514)
Net income	-	-	-	-	-	4,103	4,103
Balance, March 31, 2014	20,687,004	21	(919,569)	(138)	20,088	(18,382)	1,589
Net income	-	-	-	-	-	717	717
Retirement of Treasury Stock	(919,569)	(1)	919,569	138	(137)	-	-
Balance, March 31, 2015	19,767,435	$ 20	-	$ -	$ 19,951	$ (17,665)	$ 2,306

See accompanying notes.

GUNTHER INTERNATIONAL LTD.
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Dollars in thousands)

	Years Ended March 31,	
	2015	2014
Operating activities:		
Net income	$ 717	$ 4,103
Adjustments to reconcile net income to net cash provided by operating activities		
Depreciation and amortization	208	194
Loss on sale of equipment	-	28
Deferred income taxes	452	(3,889)
Changes in operating assets and liabilities:		
Accounts receivable	(542)	817
Inventories	(1,218)	78
Prepaid expenses and other assets	(63)	46
Accounts payable	906	(240)
Accrued expenses	316	73
Accrued interest due to Gunther Partners, LLC - a related party	(354)	(80)
Deferred service contract revenue	(187)	652
Deposits on systems contracts	750	251
Net cash provided by operating activities	985	2,033
Investing activities:		
Purchase of equipment and leasehold improvements	(229)	(191)
Net cash used in investing activities	(229)	(191)
Financing activities:		
Payments on notes payable to Gunther Partners, LLC – a related party	(100)	-
Payments on note payable due to other related party	-	(420)
Payments on notes payable - other	(41)	(39)
Payments on capital leases	(13)	(15)
Net cash used in financing activities	(154)	(474)
Change in cash	602	1,368
Cash, beginning of year	2,330	962
Cash, end of year	$ 2,932	$ 2,330
Supplemental cash flow information:		
Cash paid for interest including $375 in 2015 and $100 in 2014 to related parties	$ 380	$ 106
Cash paid for income taxes	$ 42	$ 17
Supplemental disclosure of noncash investing and financing activities:		
Equipment financed with capital lease	$ 11	$ 16

See accompanying notes.

GUNTHER INTERNATIONAL LTD.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2015 AND 2014
(Dollars in thousands, except per share data)

1. Business and Operations

The operations of Gunther International Ltd. and its wholly-owned subsidiary inc.jet, Inc. (together, the "Company") consist of two business segments: Mail Inserting and Ink Jet. The Mail Inserting segment designs, develops, assembles, markets and services high speed systems that automatically assemble printed documents, fold, staple or bind the documents and insert completed documents into appropriate envelopes for mailing or other distribution. The Ink Jet segment designs, develops, markets and services ink jet imagers as well as sells product into the packaging industry emphasizing product traceability. The Company's products are dependent upon proprietary technology and require especially skilled engineers and technicians to design, enhance and produce them to meet customer needs. The Company operates from leased facilities located in Norwich, Connecticut.

The Company has performed a review of events subsequent to March 31, 2015 through June 12, 2015, the date these financial statements were available for issuance. As of June 16, 2015, the Company had signed contracts for additional systems sales approximating $1,286 compared to $2,652 as of March 31, 2015.

2. Accounting Policies

Principles of consolidation -

The accompanying consolidated financial statements include the accounts of Gunther International Ltd. and its wholly-owned subsidiary. All intercompany activity has been eliminated from the consolidated financial statements.

Cash -

Cash represents the amounts the Company has in accounts with a local banking institution. At times, cash deposits exceed federally insured limits.

Revenue recognition and accounts receivable -

The Company recognizes revenues net of applicable sales taxes and related costs under sales contracts for its high-speed assembly equipment upon customer acceptance. Related accounts receivable are recognized as billings are rendered under the terms of the sales contract. Sales and related accounts receivable of ink jet imagers and consumables are recognized when the products are shipped and ownership transfers. Accounts receivable for service contracts are recognized when billed and related revenue is recognized over the term of the contract; amounts applicable to future periods are deferred.

The Company had allowances for credit losses of $174 at March 31, 2015 and $129 at March 31, 2014. The Company evaluates the collectability of accounts receivable on an ongoing basis based on an assessment of the customers' current financial condition, general economic conditions and past experience. The Company ages its accounts receivable based on the due date. The credit losses have been within management's expectations.

Inventories -

Inventories are stated at the lower of cost, determined by the first-in, first-out method, or market.

2. Accounting Policies - continued

Equipment and leasehold improvements -

Equipment and leasehold improvements are stated at cost. Depreciation of equipment is computed using the straight-line method over the estimated useful lives of the respective assets as follows: machinery and equipment - 3 to 7 years; and furniture and fixtures - 7 years. Amortization of leasehold improvements is computed over the useful life of the improvement or lease terms, whichever is shorter. Amortization of production tooling is computed using the straight-line method over the useful life of the product that the tooling was designed to produce. Fully-depreciated assets no longer used in operations are written off. Depreciation of equipment and amortization of leasehold improvements was $205 in 2015 and $191 in 2014.

Patents -

Initial patent costs are amortized over 10 years. Renewal and maintenance costs are expensed as incurred. Patent amortization of $3 per year will continue through 2018.

Shipping and handling costs -

Expenses associated with shipping and handling are included in cost of sales.

Research and development -

Expenses associated with research and development activities are expensed as incurred. In June 2013 the Company undertook a project to develop a new inserting module for the intelligent mailing segment. For the year ended March 31, 2014, the Company recorded research and development costs for this project of approximately $400.

Foreign Exchange –

Some inventory items are purchased internationally from vendors whose financial transactions are accounted for in foreign currency. Increases or decreases in the value of the U.S. dollar compared to foreign currencies may negatively affect the value of these items in the Company's consolidated financial statements, even though their value has not changed in local currency. Expenses associated with foreign exchange are expensed as incurred. Such costs were not material for any period presented.

Sale and advertising costs -

Costs associated with sales, advertising and marketing activities are expensed as incurred. Such costs were not material for any period presented.

Product warranty -

The Company provides a warranty on each mail inserting system for a period of 90 days after installation. In addition, the Company provides a warranty of up to 12 months on standard ink jet imagers or a lifetime warranty on managed ink jet imagers. The warranty expense and reserve follows:

Balance, March 31, 2013	$ 21
Accrual	28
Cost Incurred	(29)
Balance, March 31, 2014	20
Accrual	116
Cost Incurred	(45)
Balance, March 31, 2015	$ 91

2. Accounting Policies - concluded

Income taxes -

Deferred income taxes are provided on temporary differences between the financial statement and income tax basis of assets and liabilities and on net operating loss and research and development tax credit carryforwards using enacted tax rates in effect in the years in which differences are expected to reverse. A valuation allowance is recorded for the amount of deferred income tax assets for which realization is not likely in the near term.

Royalty expense -

The Company has royalty agreements with certain stockholders and The Solutions Group (see Note 10). Royalties due under these agreements are expensed as incurred.

Income per share -

Basic and diluted income per share amounts are determined using the weighted-average outstanding common shares for both years. In all periods presented, there are no outstanding potentially dilutive securities.

Use of estimates -

The preparation of these financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. The most significant estimates are those related to the allowances for credit losses, slow moving and obsolete inventories and deferred income tax assets.

Fair value of financial instruments -

Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. The Company utilizes a fair value hierarchy which maximizes the use of observable inputs and minimizes the use of unobservable inputs when measuring fair value. The fair value hierarchy has three levels of inputs that may be used to measure fair value:

Level 1 Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities.

Level 2 Quoted prices in markets that are not active; or other inputs that are observable, either directly or indirectly, for substantially the full term of the asset or liability.

Level 3 Prices or valuation techniques that require inputs that are both significant to the fair value measurement and unobservable.

The Company's financial instruments include cash, accounts receivable, accounts payable, certain accrued expenses, and notes payable. Due to their relative short-term nature, the carrying amounts for accounts receivable, accounts payable and accrued expenses are estimated to approximate fair value. The fair value of notes payable and related accrued interest was estimated at $4,078 as of March 31, 2015 ($4,166 as of March 31, 2014) based on Level 3 inputs for expected cash flows and current market conditions. The aggregate carrying value of the notes payable and related accrued interest was $5,273 as of March 31, 2015 and $5,769 as of March 31, 2014.

3. Inventories

Inventories consist of:

	March 31, 2015	March 31, 2014
Materials and sub-assemblies	$ 4,516	$ 4,110
Work-in-process	1,130	344
Finished goods	393	367
	$ 6,039	$ 4,821

4. Capital Lease

The Company has capital leases for operating equipment, including three automobiles. The lease terms are 48 months and have interest rates ranging from 3.7% to 12.8%, and mature at varying dates through 2019. Future minimum lease payments as of March 31, 2015 follow:

2016	$ 14
2017	17
2018	4
2019	2
	37
Interest	(5)
Principal	32
Current portion	(15)
Long-term portion	$ 17

Equipment includes $60 as of March 31, 2015 ($52 as of March 31, 2014) recorded under capital leases. Related accumulated depreciation was $16 as of March 31, 2015 ($18 as of March 31, 2014).

5. Related Party Debt

The Company has notes payable to Gunther Partners LLC, the Company's principal stockholder, aggregating $4,000 as of March 31, 2015 and $4,100 as of March 31, 2014. All of the aggregate amounts outstanding as of March 31, 2015 are due December 31, 2017 and bear interest at 0.5% after being modified on December 17, 2014. The Company has accrued interest due to Gunther Partners LLC aggregating $1,226 and $1,580 as of March 31, 2015 and March 31, 2014, respectively. Interest is payable at any time on or before the maturity date of the notes without compounding; however the Company intends to continue to make payments against the outstanding accrued interest. Also, early payments of principal and interest are allowed without premium or penalty.

The Company had a note payable to Mr. Robert Spiegel, a director, of $420 at March 31, 2013. This note was paid in full during fiscal year 2014, prior to maturity.

The Company accrued interest on the related party debt of $21 for both 2015 and 2014. The Company paid interest of $375 and $100 for 2015 and 2014, respectively.

6. Debt

The Company has notes payable to Chelsea Groton Bank, the financial institution which holds all of the Company's deposit accounts.

The Company had a note payable due April 1, 2015 plus interest at 5.5%, which was paid during 2015. The interest was paid on behalf of the Company by its public utility provider through a governmental energy program. The impact on the Company's financial statements was not significant. The principal was paid by the Company over the life of the loan. The Company did not accrue or pay any interest on the Chelsea Groton Bank note for 2015 or 2014.

The Company has a note payable of $10 to Chelsea Groton Bank which bears interest at 5.5% to finance machining equipment. The note is due April 26, 2016. Principal and interest are both payable over the term of the note. The Company accrued and paid $1 of interest on the loan in 2015 and 2014.

The Company has a note payable of $37 to Chelsea Groton Bank which bears interest at 4.5% to finance machining equipment. The note is due December 4, 2016. Principal and interest are both payable over the term of the note. The Company accrued and paid $1 of interest on the loan in 2015 and 2014.

On June 5, 2014 the Company entered into a Commercial Revolving Loan Agreement that provided for a Demand Note (the "Note") of $1,000 with Citizens Bank. Borrowings under the Note bear interest at 3.50% above the LIBOR Advantage Rate. The Note is to be used to finance working capital related to ongoing operations. Collateral for the note is substantially all of the Company's operating assets. Borrowings under the Note must be repaid on October 31, 2015, after an extension on February 4, 2015, or upon demand by Citizens Bank. Closing costs of this loan were $4.

7. Income Taxes

The (benefit) provision for income taxes follows:

	Year Ended March 31,	
	2015	2014
Current:		
Federal	$ 30	$ -
State	52	40
Deferred:		
Federal	284	(3,225)
State	168	(664)
Total income taxes (benefit)	$ 534	$ (3,849)

The difference between the income tax (benefit)/expense on the reported loss before income tax benefit at the federal statutory rate, and the actual expense shown in operations is due to the effect of net operating losses, state income taxes, and changes in the deferred income tax valuation allowance.

7. Income Taxes - concluded

Components of the Company's deferred income tax assets (liabilities) follow:

	March 31, 2015	March 31, 2014
Deferred income tax assets:		
Allowance for credit losses	$ 70	$ 53
Accrued liabilities	902	947
Deferred revenue	89	-
Inventories	534	524
Research credits	875	949
Other credits	32	36
Net operating loss carryforwards	1,272	1,713
	3,774	4,222
Deferred income tax liabilities:		
Property and equipment	237	233
	237	233
Net deferred income tax assets before Valuation allowance	3,537	3,989
Valuation allowance	(100)	(100)
Net deferred income tax assets	$ 3,437	$ 3,889

The valuation allowance decreased $0 and $4,249, for the years 2015 and 2014, respectively. The significant change to the 2014 valuation allowance is a result of the several years of improved financial performance by the Company. As such management has determined that the full valuation allowance is no longer necessary.

At March 31, 2015, the Company had federal net operating loss carryforwards of $3,297 that begin to expire in 2022. At March 31, 2015, the Company had state net operating loss carryforwards in various states of $2,099 that expire in varying amounts to 2022. As defined in Section 382 of the Internal Revenue Code, certain ownership changes limit the annual utilization of federal net operating losses and tax credit carryforwards. The Company believes that the Section 382 limitation from its previous ownership changes will result in the loss of $941 of the net operating losses. Research and development and other credit carryforwards of $1,343 are scheduled to expire in varying amounts to 2027.

The Company files income tax returns in the U.S. federal jurisdiction, and various states jurisdictions. With few exceptions, the Company is no longer subject to U.S. federal, state and local income tax examinations by tax authorities for years before 2012. The Company has no significant uncertain income tax positions. The Company recognizes interest and penalties associated with tax matters as part of the income tax provision and includes accrued interest and penalties with the related tax liability in the consolidated balance sheets.

8. Treasury Stock

On September 30, 2014, the Company cancelled and retired common shares held in treasury.

9. Preferred Stock

The Board of Directors is authorized to determine the powers, preferences, rights and restrictions of the Company's Preferred Stock. At March 31, 2015 and 2014, there were no issued and outstanding shares of Preferred Stock.

10. Commitments and Contingencies

Leases -

The Company leases its office and manufacturing facility under an operating lease that provides for monthly rental, as renewed in 2012, of $23 through July 2016. Under this agreement, the Company is responsible for all operating costs including real estate taxes and maintenance. The Company also leases certain office equipment under operating lease agreements. Lease expense for 2015 and 2014 was approximately $298.

As of March 31, 2015, future minimum payments under non-cancelable operating leases follow:

2016	309
2017	100
	$ 409

Unconditional purchase obligations –

As of March 31, 2015, the Company has contracted to purchase goods from various vendors as follows:

2016	1,431
2017	317
	$ 1,748

Other commitments -

As of April 1, 2013, the Company had agreements with two founding stockholders whereby the Company was obligated to pay these individuals an annual royalty equal to 0.24% of total revenues up to an aggregate total of $12,000. For 2015 and 2014, royalty expense under these agreements was $68 and $65, respectively. The maximum remaining royalty that may be required to be paid to two founding stockholders, contingent upon the Company attaining certain revenues, is $1,676 at March 31, 2015.

The Company has a royalty agreement with The Solutions Group ("TSG"), designers of the Company's system operating software, "Champion". Under this agreement the Company pays a royalty of $20 per month, however, if the total number of "Champion" systems sold within a calendar year exceeds twenty-four units, then TSG will be entitled to an additional $10 per unit. The Company records any additional royalty when it becomes probable and estimable. Royalty expense for both 2015 and 2014 was approximately $240. On April 17, 2014 the Company sent notice to TSG that it intends to terminate the agreement effective April 17, 2017.

Contingencies -

The Company is a party to legal proceedings arising in the ordinary course of business. Management believes that the ultimate outcome of these matters will not have a material adverse effect on the Company's financial position, operating results or cash flows.

11. Employee Benefit Plans

The Company has a defined contribution benefit plan (the "Plan") covering substantially all employees. The Plan is intended to comply with Section 401(k) of the Internal Revenue Code. Each year, eligible participants may elect to make salary reduction contributions on their behalf up to a maximum of 100% of pre-tax compensation or the annual maximum established by the Internal Revenue Service. Participants may also make voluntary after-tax contributions to the Plan. The Company can make contributions to the Plan at its sole discretion. There was no Company contribution expense in 2015 or 2014. The Company pays certain expenses of the Plan which are not material for any period presented.

12. Reportable Segments

The Company's operations consist of two business segments: Mail Inserting and Ink Jet. The Mail Inserting segment designs, develops, assembles, markets and services high speed systems that automatically assemble printed documents, fold, staple or bind the documents and insert completed documents into appropriate envelopes for mailing or other distribution. The Ink Jet segment designs, develops, markets and services ink jet imagers as well as sells product into the packaging industry emphasizing product traceability.

Due to the nature of the Mail Inserting products, a significant portion of the segment's revenues are generally derived from a few customers, the majority of which are business property and casualty insurance companies. In 2015, one customer in the Mail Inserting Systems segment accounted for 10% of total Company revenues while in 2014, three customers in the Mail Inserting Systems segment accounted for 30% of total Company revenues. No other customers accounted for 10% or more of the total Company revenues.

The Company's Ink Jet segment is based on a cross licensing agreement with a vendor. That agreement allows the segment and the vendor to use each other's ink jet technology. If that vendor changed the technology or this licensing relationship it could significantly affect the segment's business. Purchases from a vendor utilizing this technology accounted for 12% of total Company cost of sales in fiscal year 2015 and 10% in fiscal year 2014.

The following summarizes the operations of the Company's operating segments:

	2015	2014
Sales:		
Sales to customers:		
Mail Inserting	$ 19,172	$ 19,303
Ink Jet	8,690	7,280
Elimination	(93)	(66)
	$ 27,769	$ 26,517
Sales by geographic region:		
United States	$ 25,172	$ 24,386
Foreign	2,690	2,197
Elimination	(93)	(66)
	$ 27,769	$ 26,517
Income before income taxes:		
Mail Inserting	$ 549	$ (110)
Ink Jet	722	390
Operating income	1,271	280
Interest expense, net	(20)	(26)
	$ 1,251	$ 254

12. Reportable Segments – concluded

	2015	2014
Identifiable assets:		
Mail Inserting	$ 8,678	$ 7,740
Ink Jet	3,278	1,932
	11,956	9,672
General corporate	3,983	4,238
	$ 15,939	$ 13,910
Depreciation and amortization:		
Mail Inserting	$ 190	$ 182
Ink Jet	18	12
	$ 208	$ 194
Capital expenditures:		
Mail Inserting	$ 178	$ 147
Ink Jet	51	44
	$ 229	$ 191

13. Recent Accounting Pronouncements

The Company continually assesses any new accounting pronouncements to determine their applicability to the Company. In the case where it is determined that a new accounting pronouncement affects the Company's financial reporting, the Company undertakes a study to determine the consequence of the change to its financial reporting, and assures that there are proper controls in place to ascertain that the Company's financial statements properly reflect the change.

In May 2014, the Financial Accounting Standards Board issued Accounting Standards Update (ASU) No. 2014-09, Revenue from Contracts with Customers. The purpose of this new standard is to clarify the principles for recognizing revenue so that such principles can be applied consistently across various transactions, industries and capital markets. We have not completed our assessment of ASU No. 2014-09; however we do not expect it will have a material impact on our results.