



Non-GAAP Reconciliations

In Thousands

Reconciliation to Adjusted EBITDA

	<u>3/31/16</u>	<u>6/30/16</u>	<u>9/30/16</u>	<u>12/31/16</u>	<u>3/31/17</u>
Net loss from continuing operations	\$ (1,176)	\$ (1,128)	\$ (1,224)	\$ (2,188)	\$ (1,475)
Provision (benefit) for income tax	(191)	(145)	(519)	(1,014)	(500)
Other (income) expense, net	(331)	(38)	(105)	(40)	(67)
Depreciation & amortization	513	299	355	350	197
Non-cash stock compensation	176	160	164	206	184
Acquisition related charges	120	99	-	-	-
Restructuring charges	-	100	294	-	-
Impairment of intangible assets	-	-	-	1,460	-
Adjusted EBITDA	\$ (889)	\$ (653)	\$ (1,035)	\$ (1,226)	\$ (1,661)

Reconciliation to Core Net Income (Loss) and Core Net Income (Loss) Per Share

	<u>3/31/16</u>	<u>6/30/16</u>	<u>9/30/16</u>	<u>12/31/16</u>	<u>3/31/17</u>
Net loss from continuing operations	\$ (1,176)	\$ (1,128)	\$ (1,224)	\$ (2,188)	\$ (1,475)
Amortization of intangible assets	483	287	299	291	132
Non-cash stock compensation	176	160	164	206	184
Acquisition related charges	120	99	-	-	-
Restructuring charges	-	100	294	-	-
Gain from escrow claim	(260)	-	-	-	-
Impairment of intangible assets	-	-	-	1,460	-
Tax adjustment	-	172	(226)	(620)	(80)
Core net loss from continuing operations	\$ (657)	\$ (310)	\$ (693)	\$ (851)	\$ (1,239)
Core net loss per share	\$ (0.09)	\$ (0.04)	\$ (0.08)	\$ (0.10)	\$ (0.15)
Weighted average common shares outstanding	7,252	7,626	8,346	8,357	8,369

Note: the above information has been adjusted to remove the SMTP email relay business discontinued operations.