

Form 5500 Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Annual Return/Report of Employee Benefit Plan This form is required to be filed for employee benefit plans under sections 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and sections 6047(e), 6057(b), and 6058(a) of the Internal Revenue Code (the Code). <p style="text-align: center;">▶ Complete all entries in accordance with the instructions to the Form 5500.</p>	OMB Nos. 1210-0110 1210-0089 <div style="text-align: center; font-size: 1.5em; font-weight: bold;">2012</div> This Form is Open to Public Inspection
---	---	--

Part I	Annual Report Identification Information
For calendar plan year 2012 or fiscal plan year beginning <u>01/01/2012</u> and ending <u>12/31/2012</u>	
A This return/report is for:	☐ a multiemployer plan; ☐ a multiple-employer plan; or ☒ a single-employer plan; ☐ a DFE (specify) ____
B This return/report is:	☐ the first return/report; ☐ the final return/report; ☐ an amended return/report; ☐ a short plan year return/report (less than 12 months).
C If the plan is a collectively-bargained plan, check here.	☐
D Check box if filing under:	☒ Form 5558; ☐ automatic extension; ☐ the DFVC program; ☐ special extension (enter description)

Part II	Basic Plan Information —enter all requested information				
1a Name of plan <u>INTEGRITY APPLICATIONS INCORPORATED 401(K) PROFIT SHARING PLAN</u>	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">1b Three-digit plan number (PN) ▶</td> <td style="width: 20%; text-align: center;"><u>001</u></td> </tr> <tr> <td colspan="2">1c Effective date of plan <u>01/01/1999</u></td> </tr> </table>	1b Three-digit plan number (PN) ▶	<u>001</u>	1c Effective date of plan <u>01/01/1999</u>	
1b Three-digit plan number (PN) ▶	<u>001</u>				
1c Effective date of plan <u>01/01/1999</u>					
2a Plan sponsor's name and address; include room or suite number (employer, if for a single-employer plan) <u>INTEGRITY APPLICATIONS INCORPORATED</u> <u>15020 CONFERENCE CENTER DRIVE</u> <u>SUITE 100</u> <u>CHANTILLY, VA 20151</u>	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td>2b Employer Identification Number (EIN) <u>54-1889710</u></td> </tr> <tr> <td>2c Sponsor's telephone number <u>703-378-8672</u></td> </tr> <tr> <td>2d Business code (see instructions) <u>541519</u></td> </tr> </table>	2b Employer Identification Number (EIN) <u>54-1889710</u>	2c Sponsor's telephone number <u>703-378-8672</u>	2d Business code (see instructions) <u>541519</u>	
2b Employer Identification Number (EIN) <u>54-1889710</u>					
2c Sponsor's telephone number <u>703-378-8672</u>					
2d Business code (see instructions) <u>541519</u>					

Caution: A penalty for the late or incomplete filing of this return/report will be assessed unless reasonable cause is established.

Under penalties of perjury and other penalties set forth in the instructions, I declare that I have examined this return/report, including accompanying schedules, statements and attachments, as well as the electronic version of this return/report, and to the best of my knowledge and belief, it is true, correct, and complete.

SIGN HERE	Filed with authorized/valid electronic signature. Signature of plan administrator	10/11/2013 Date	ROBIN DEMARTINO Enter name of individual signing as plan administrator
SIGN HERE	Signature of employer/plan sponsor	Date	Enter name of individual signing as employer or plan sponsor
SIGN HERE	Signature of DFE	Date	Enter name of individual signing as DFE
Preparer's name (including firm name, if applicable) and address; include room or suite number. (optional)			Preparer's telephone number (optional)

3a Plan administrator's name and address ☐ Same as Plan Sponsor Name ☐ Same as Plan Sponsor Address INTEGRITY APPLICATIONS INCORPORATED 15020 CONFERENCE CENTER DRIVE SUITE 100 CHANTILLY, VA 20151		3b Administrator's EIN 54-1889710
		3c Administrator's telephone number 703-378-8672
4 If the name and/or EIN of the plan sponsor has changed since the last return/report filed for this plan, enter the name, EIN and the plan number from the last return/report: a Sponsor's name		4b EIN 4c PN
5 Total number of participants at the beginning of the plan year		5 539
6 Number of participants as of the end of the plan year (welfare plans complete only lines 6a , 6b , 6c , and 6d).		
a Active participants.....	6a	506
b Retired or separated participants receiving benefits.....	6b	0
c Other retired or separated participants entitled to future benefits.....	6c	78
d Subtotal. Add lines 6a , 6b , and 6c	6d	584
e Deceased participants whose beneficiaries are receiving or are entitled to receive benefits.....	6e	0
f Total. Add lines 6d and 6e	6f	584
g Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item).....	6g	584
h Number of participants that terminated employment during the plan year with accrued benefits that were less than 100% vested.....	6h	0
7 Enter the total number of employers obligated to contribute to the plan (only multiemployer plans complete this item)		7
8a If the plan provides pension benefits, enter the applicable pension feature codes from the List of Plan Characteristics Codes in the instructions: 2E 2G 2J 2K 2R 3D		
b If the plan provides welfare benefits, enter the applicable welfare feature codes from the List of Plan Characteristics Codes in the instructions:		
9a Plan funding arrangement (check all that apply) (1) ☐ Insurance (2) ☐ Code section 412(e)(3) insurance contracts (3) ☒ Trust (4) ☐ General assets of the sponsor		9b Plan benefit arrangement (check all that apply) (1) ☐ Insurance (2) ☐ Code section 412(e)(3) insurance contracts (3) ☒ Trust (4) ☐ General assets of the sponsor
10 Check all applicable boxes in 10a and 10b to indicate which schedules are attached, and, where indicated, enter the number attached. (See instructions)		
a Pension Schedules (1) ☒ R (Retirement Plan Information) (2) ☐ MB (Multiemployer Defined Benefit Plan and Certain Money Purchase Plan Actuarial Information) - signed by the plan actuary (3) ☐ SB (Single-Employer Defined Benefit Plan Actuarial Information) - signed by the plan actuary		b General Schedules (1) ☒ H (Financial Information) (2) ☐ I (Financial Information – Small Plan) (3) ☐ <u>0</u> A (Insurance Information) (4) ☒ C (Service Provider Information) (5) ☐ D (DFE/Participating Plan Information) (6) ☐ G (Financial Transaction Schedules)

SCHEDULE C (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Service Provider Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA). ► File as an attachment to Form 5500.	OMB No. 1210-0110
		2012
		This Form is Open to Public Inspection.

For calendar plan year 2012 or fiscal plan year beginning 01/01/2012 and ending 12/31/2012

A Name of plan <u>INTEGRITY APPLICATIONS INCORPORATED 401(K) PROFIT SHARING PLAN</u>	B Three-digit plan number (PN) ►	<u>001</u>
C Plan sponsor's name as shown on line 2a of Form 5500 <u>INTEGRITY APPLICATIONS INCORPORATED</u>	D Employer Identification Number (EIN) <u>54-1889710</u>	

Part I	Service Provider Information (see instructions)
---------------	--

You must complete this Part, in accordance with the instructions, to report the information required for **each person** who received, directly or indirectly, \$5,000 or more in total compensation (i.e., money or anything else of monetary value) in connection with services rendered to the plan or the person's position with the plan during the plan year. If a person received **only** eligible indirect compensation for which the plan received the required disclosures, you are required to answer line 1 but are not required to include that person when completing the remainder of this Part.

1 Information on Persons Receiving Only Eligible Indirect Compensation

a Check "Yes" or "No" to indicate whether you are excluding a person from the remainder of this Part because they received only eligible indirect compensation for which the plan received the required disclosures (see instructions for definitions and conditions)..... ☐ Yes ☒ No

b If you answered line 1a "Yes," enter the name and EIN or address of each person providing the required disclosures for the service providers who received only eligible indirect compensation. Complete as many entries as needed (see instructions).

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

(b) Enter name and EIN or address of person who provided you disclosure on eligible indirect compensation
--

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

2. Information on Other Service Providers Receiving Direct or Indirect Compensation. Except for those persons for whom you answered "Yes" to line 1a above, complete as many entries as needed to list each person receiving, directly or indirectly, \$5,000 or more in total compensation (i.e., money or anything else of value) in connection with services rendered to the plan or their position with the plan during the plan year. (See instructions).

(a) Enter name and EIN or address (see instructions)

CHARLES SCHWAB & CO., INC.

94-1737782

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
19 33 50 59 62	NONE	35936	Yes ☒ No ☐	Yes ☐ No ☒	0	Yes ☒ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

2. Information on Other Service Providers Receiving Direct or Indirect Compensation. Except for those persons for whom you answered "Yes" to line 1a above, complete as many entries as needed to list each person receiving, directly or indirectly, \$5,000 or more in total compensation (i.e., money or anything else of value) in connection with services rendered to the plan or their position with the plan during the plan year. (See instructions).

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

Part I Service Provider Information (continued)

3 If you reported on line 2 receipt of indirect compensation, other than eligible indirect compensation, by a service provider, and the service provider is a fiduciary or provides contract administrator, consulting, custodial, investment advisory, investment management, broker, or recordkeeping services, answer the following questions for (a) each source from whom the service provider received \$1,000 or more in indirect compensation and (b) each source for whom the service provider gave you a formula used to determine the indirect compensation instead of an amount or estimated amount of the indirect compensation. Complete as many entries as needed to report the required information for each source.

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
CHARLES SCHWAB & CO., INC.	19 59	0
<div style="display: flex; justify-content: space-between;"> <div style="width: 60%;"> <p>(d) Enter name and EIN (address) of source of indirect compensation</p> <p>SEE ATTACHED - VARIOUS FUNDS</p> <p>94-1737782</p> </div> <div style="width: 40%;"> <p>(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.</p> <p>SEE ATTACHED - VARIOUS FUNDS</p> </div> </div>		
<div style="display: flex; justify-content: space-between;"> <div style="width: 60%;"> <p>(a) Enter service provider name as it appears on line 2</p> </div> <div style="width: 20%;"> <p>(b) Service Codes (see instructions)</p> </div> <div style="width: 20%;"> <p>(c) Enter amount of indirect compensation</p> </div> </div>		
<div style="display: flex; justify-content: space-between;"> <div style="width: 60%;"> <p>(d) Enter name and EIN (address) of source of indirect compensation</p> </div> <div style="width: 40%;"> <p>(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.</p> </div> </div>		
<div style="display: flex; justify-content: space-between;"> <div style="width: 60%;"> <p>(a) Enter service provider name as it appears on line 2</p> </div> <div style="width: 20%;"> <p>(b) Service Codes (see instructions)</p> </div> <div style="width: 20%;"> <p>(c) Enter amount of indirect compensation</p> </div> </div>		
<div style="display: flex; justify-content: space-between;"> <div style="width: 60%;"> <p>(d) Enter name and EIN (address) of source of indirect compensation</p> </div> <div style="width: 40%;"> <p>(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.</p> </div> </div>		

Part II Service Providers Who Fail or Refuse to Provide Information

4 Provide, to the extent possible, the following information for each service provider who failed or refused to provide the information necessary to complete this Schedule.

(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide

Part III **Termination Information on Accountants and Enrolled Actuaries (see instructions)**
(complete as many entries as needed)

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

SCHEDULE H (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Financial Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA), and section 6058(a) of the Internal Revenue Code (the Code). ► File as an attachment to Form 5500.	OMB No. 1210-0110
		2012
		This Form is Open to Public Inspection

For calendar plan year 2012 or fiscal plan year beginning 01/01/2012 and ending 12/31/2012		
A Name of plan INTEGRITY APPLICATIONS INCORPORATED 401(K) PROFIT SHARING PLAN	B Three-digit plan number (PN) ►	001
C Plan sponsor's name as shown on line 2a of Form 5500 INTEGRITY APPLICATIONS INCORPORATED	D Employer Identification Number (EIN) 54-1889710	

Part I	Asset and Liability Statement
---------------	--------------------------------------

1 Current value of plan assets and liabilities at the beginning and end of the plan year. Combine the value of plan assets held in more than one trust. Report the value of the plan's interest in a commingled fund containing the assets of more than one plan on a line-by-line basis unless the value is reportable on lines 1c(9) through 1c(14). Do not enter the value of that portion of an insurance contract which guarantees, during this plan year, to pay a specific dollar benefit at a future date. **Round off amounts to the nearest dollar.** MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 1b(1), 1b(2), 1c(8), 1g, 1h, and 1i. CCTs, PSAs, and 103-12 IEs also do not complete lines 1d and 1e. See instructions.

Assets		(a) Beginning of Year	(b) End of Year
a Total noninterest-bearing cash	1a		
b Receivables (less allowance for doubtful accounts):			
(1) Employer contributions	1b(1)	551320	594662
(2) Participant contributions	1b(2)	474570	533901
(3) Other.....	1b(3)	19912	26576
c General investments:			
(1) Interest-bearing cash (include money market accounts & certificates of deposit)	1c(1)	9271	18991
(2) U.S. Government securities.....	1c(2)		
(3) Corporate debt instruments (other than employer securities):			
(A) Preferred	1c(3)(A)		
(B) All other.....	1c(3)(B)		
(4) Corporate stocks (other than employer securities):			
(A) Preferred	1c(4)(A)		
(B) Common	1c(4)(B)		
(5) Partnership/joint venture interests	1c(5)		
(6) Real estate (other than employer real property)	1c(6)		
(7) Loans (other than to participants)	1c(7)		
(8) Participant loans	1c(8)	596314	876607
(9) Value of interest in common/collective trusts.....	1c(9)		
(10) Value of interest in pooled separate accounts.....	1c(10)		
(11) Value of interest in master trust investment accounts	1c(11)		
(12) Value of interest in 103-12 investment entities	1c(12)		
(13) Value of interest in registered investment companies (e.g., mutual funds).....	1c(13)		
(14) Value of funds held in insurance company general account (unallocated contracts).....	1c(14)		
(15) Other	1c(15)	65164984	84382414

1d Employer-related investments:

		(a) Beginning of Year	(b) End of Year
(1) Employer securities	1d(1)		
(2) Employer real property	1d(2)		
e Buildings and other property used in plan operation	1e		
f Total assets (add all amounts in lines 1a through 1e)	1f	66816371	86433151

Liabilities

g Benefit claims payable	1g		
h Operating payables	1h		
i Acquisition indebtedness	1i		
j Other liabilities	1j	0	410
k Total liabilities (add all amounts in lines 1g through 1j)	1k	0	410

Net Assets

l Net assets (subtract line 1k from line 1f)	1l	66816371	86432741
---	-----------	----------	----------

Part II Income and Expense Statement

2 Plan income, expenses, and changes in net assets for the year. Include all income and expenses of the plan, including any trust(s) or separately maintained fund(s) and any payments/receipts to/from insurance carriers. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 2a, 2b(1)(E), 2e, 2f, and 2g.

Income**a Contributions:**

		(a) Amount	(b) Total
(1) Received or receivable in cash from: (A) Employers	2a(1)(A)	7488200	
(B) Participants	2a(1)(B)	6628673	
(C) Others (including rollovers)	2a(1)(C)	628839	
(2) Noncash contributions	2a(2)		
(3) Total contributions. Add lines 2a(1)(A) , (B) , (C) , and line 2a(2)	2a(3)		14745712

b Earnings on investments:**(1) Interest:**

(A) Interest-bearing cash (including money market accounts and certificates of deposit)	2b(1)(A)		
(B) U.S. Government securities	2b(1)(B)		
(C) Corporate debt instruments	2b(1)(C)		
(D) Loans (other than to participants)	2b(1)(D)		
(E) Participant loans	2b(1)(E)	23790	
(F) Other	2b(1)(F)		
(G) Total interest. Add lines 2b(1)(A) through (F)	2b(1)(G)		23790

(2) Dividends: (A) Preferred stock	2b(2)(A)		
(B) Common stock	2b(2)(B)		
(C) Registered investment company shares (e.g. mutual funds)	2b(2)(C)		
(D) Total dividends. Add lines 2b(2)(A) , (B) , and (C)	2b(2)(D)		0

(3) Rents	2b(3)		
-----------------	--------------	--	--

(4) Net gain (loss) on sale of assets: (A) Aggregate proceeds	2b(4)(A)		
(B) Aggregate carrying amount (see instructions)	2b(4)(B)		
(C) Subtract line 2b(4)(B) from line 2b(4)(A) and enter result	2b(4)(C)		0

(5) Unrealized appreciation (depreciation) of assets: (A) Real estate	2b(5)(A)		
(B) Other	2b(5)(B)		
(C) Total unrealized appreciation of assets. Add lines 2b(5)(A) and (B)	2b(5)(C)		0

		(a) Amount	(b) Total
(6) Net investment gain (loss) from common/collective trusts	2b(6)		
(7) Net investment gain (loss) from pooled separate accounts	2b(7)		
(8) Net investment gain (loss) from master trust investment accounts	2b(8)		
(9) Net investment gain (loss) from 103-12 investment entities	2b(9)		
(10) Net investment gain (loss) from registered investment companies (e.g., mutual funds).....	2b(10)		6319418
c Other income.....	2c		
d Total income. Add all income amounts in column (b) and enter total.....	2d		21088920

Expenses

e Benefit payment and payments to provide benefits:			
(1) Directly to participants or beneficiaries, including direct rollovers	2e(1)	1468895	
(2) To insurance carriers for the provision of benefits	2e(2)		
(3) Other	2e(3)		
(4) Total benefit payments. Add lines 2e(1) through (3).....	2e(4)		1468895
f Corrective distributions (see instructions)	2f		
g Certain deemed distributions of participant loans (see instructions).....	2g		
h Interest expense.....	2h		
i Administrative expenses: (1) Professional fees	2i(1)		
(2) Contract administrator fees	2i(2)		
(3) Investment advisory and management fees	2i(3)		
(4) Other	2i(4)	3655	
(5) Total administrative expenses. Add lines 2i(1) through (4).....	2i(5)		3655
j Total expenses. Add all expense amounts in column (b) and enter total.....	2j		1472550

Net Income and Reconciliation

k Net income (loss). Subtract line 2j from line 2d.....	2k		19616370
l Transfers of assets:			
(1) To this plan.....	2l(1)		
(2) From this plan	2l(2)		

Part III Accountant's Opinion

3 Complete lines 3a through 3c if the opinion of an independent qualified public accountant is attached to this Form 5500. Complete line 3d if an opinion is not attached.

a The attached opinion of an independent qualified public accountant for this plan is (see instructions):

(1) ☒ Unqualified (2) ☐ Qualified (3) ☐ Disclaimer (4) ☐ Adverse

b Did the accountant perform a limited scope audit pursuant to 29 CFR 2520.103-8 and/or 103-12(d)?

☐ Yes ☒ No

c Enter the name and EIN of the accountant (or accounting firm) below:

(1) Name: **CHERRY BEKAERT & HOLLAND, L.L.P.**

(2) EIN: **56-0574444**

d The opinion of an independent qualified public accountant is **not attached** because:

(1) ☐ This form is filed for a CCT, PSA, or MTIA. (2) ☐ It will be attached to the next Form 5500 pursuant to 29 CFR 2520.104-50.

Part IV Compliance Questions

4 CCTs and PSAs do not complete Part IV. MTIAs, 103-12 IEs, and GIAs do not complete lines 4a, 4e, 4f, 4g, 4h, 4k, 4m, 4n, or 5. 103-12 IEs also do not complete lines 4j and 4l. MTIAs also do not complete line 4l.

During the plan year:

a Was there a failure to transmit to the plan any participant contributions within the time period described in 29 CFR 2510.3-102? Continue to answer "Yes" for any prior year failures until fully corrected. (See instructions and DOL's Voluntary Fiduciary Correction Program.).....

b Were any loans by the plan or fixed income obligations due the plan in default as of the close of the plan year or classified during the year as uncollectible? Disregard participant loans secured by participant's account balance. (Attach Schedule G (Form 5500) Part I if "Yes" is checked.).....

	Yes	No	Amount
4a		X	
4b		X	

	Yes	No	Amount
c Were any leases to which the plan was a party in default or classified during the year as uncollectible? (Attach Schedule G (Form 5500) Part II if "Yes" is checked.)		X	
d Were there any nonexempt transactions with any party-in-interest? (Do not include transactions reported on line 4a. Attach Schedule G (Form 5500) Part III if "Yes" is checked.)		X	
e Was this plan covered by a fidelity bond?	X		1000000
f Did the plan have a loss, whether or not reimbursed by the plan's fidelity bond, that was caused by fraud or dishonesty?		X	
g Did the plan hold any assets whose current value was neither readily determinable on an established market nor set by an independent third party appraiser?		X	
h Did the plan receive any noncash contributions whose value was neither readily determinable on an established market nor set by an independent third party appraiser?		X	
i Did the plan have assets held for investment? (Attach schedule(s) of assets if "Yes" is checked, and see instructions for format requirements.)	X		
j Were any plan transactions or series of transactions in excess of 5% of the current value of plan assets? (Attach schedule of transactions if "Yes" is checked, and see instructions for format requirements.)		X	
k Were all the plan assets either distributed to participants or beneficiaries, transferred to another plan, or brought under the control of the PBGC?		X	
l Has the plan failed to provide any benefit when due under the plan?		X	
m If this is an individual account plan, was there a blackout period? (See instructions and 29 CFR 2520.101-3.)	X		
n If 4m was answered "Yes," check the "Yes" box if you either provided the required notice or one of the exceptions to providing the notice applied under 29 CFR 2520.101-3.	X		

5a Has a resolution to terminate the plan been adopted during the plan year or any prior plan year?
 If "Yes," enter the amount of any plan assets that reverted to the employer this year..... ☐ Yes ☒ No Amount:

5b If, during this plan year, any assets or liabilities were transferred from this plan to another plan(s), identify the plan(s) to which assets or liabilities were transferred. (See instructions.)

5b(1) Name of plan(s)

5b(2) EIN(s)	5b(3) PN(s)

Part V Trust Information (optional)

6a Name of trust

6b Trust's EIN

SCHEDULE R (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Retirement Plan Information This schedule is required to be filed under section 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and section 6058(a) of the Internal Revenue Code (the Code). ▶ File as an attachment to Form 5500.	OMB No. 1210-0110 2012 This Form is Open to Public Inspection.
---	--	--

For calendar plan year 2012 or fiscal plan year beginning 01/01/2012 and ending 12/31/2012

A Name of plan <u>INTEGRITY APPLICATIONS INCORPORATED 401(K) PROFIT SHARING PLAN</u>	B Three-digit plan number (PN) ▶ <u>001</u>
C Plan sponsor's name as shown on line 2a of Form 5500 <u>INTEGRITY APPLICATIONS INCORPORATED</u>	D Employer Identification Number (EIN) <u>54-1889710</u>

Part I	Distributions
---------------	----------------------

All references to distributions relate only to payments of benefits during the plan year.

1 Total value of distributions paid in property other than in cash or the forms of property specified in the instructions.....	1	<u>0</u>
2 Enter the EIN(s) of payor(s) who paid benefits on behalf of the plan to participants or beneficiaries during the year (if more than two, enter EINs of the two payors who paid the greatest dollar amounts of benefits): EIN(s): <u>42-1558009</u>		
Profit-sharing plans, ESOPs, and stock bonus plans, skip line 3.		
3 Number of participants (living or deceased) whose benefits were distributed in a single sum, during the plan year.....	3	

Part II	Funding Information (If the plan is not subject to the minimum funding requirements of section 412 of the Internal Revenue Code or ERISA section 302, skip this Part)
----------------	--

4 Is the plan administrator making an election under Code section 412(d)(2) or ERISA section 302(d)(2)?.....	☐ Yes	☐ No	☐ N/A
If the plan is a defined benefit plan, go to line 8.			
5 If a waiver of the minimum funding standard for a prior year is being amortized in this plan year, see instructions and enter the date of the ruling letter granting the waiver. Date: Month _____ Day _____ Year _____ If you completed line 5, complete lines 3, 9, and 10 of Schedule MB and do not complete the remainder of this schedule.			
6 a Enter the minimum required contribution for this plan year (include any prior year accumulated funding deficiency not waived)	6a		
b Enter the amount contributed by the employer to the plan for this plan year	6b		
c Subtract the amount in line 6b from the amount in line 6a. Enter the result (enter a minus sign to the left of a negative amount).....	6c		
If you completed line 6c, skip lines 8 and 9.			
7 Will the minimum funding amount reported on line 6c be met by the funding deadline?	☐ Yes	☐ No	☐ N/A
8 If a change in actuarial cost method was made for this plan year pursuant to a revenue procedure or other authority providing automatic approval for the change or a class ruling letter, does the plan sponsor or plan administrator agree with the change?.....	☐ Yes	☐ No	☐ N/A

Part III	Amendments
-----------------	-------------------

9 If this is a defined benefit pension plan, were any amendments adopted during this plan year that increased or decreased the value of benefits? If yes, check the appropriate box. If no, check the "No" box.....	☐ Increase	☐ Decrease	☐ Both	☐ No
--	-----------------------------------	-----------------------------------	-------------------------------	-----------------------------

Part IV	ESOPs (see instructions). If this is not a plan described under Section 409(a) or 4975(e)(7) of the Internal Revenue Code, skip this Part.
----------------	---

10 Were unallocated employer securities or proceeds from the sale of unallocated securities used to repay any exempt loan?.....	☐ Yes	☐ No
11 a Does the ESOP hold any preferred stock?	☐ Yes	☐ No
b If the ESOP has an outstanding exempt loan with the employer as lender, is such loan part of a "back-to-back" loan? (See instructions for definition of "back-to-back" loan.).....	☐ Yes	☐ No
12 Does the ESOP hold any stock that is not readily tradable on an established securities market?	☐ Yes	☐ No

Part V Additional Information for Multiemployer Defined Benefit Pension Plans

13 Enter the following information for each employer that contributed more than 5% of total contributions to the plan during the plan year (measured in dollars). See instructions. *Complete as many entries as needed to report all applicable employers.*

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

- 14** Enter the number of participants on whose behalf no contributions were made by an employer as an employer of the participant for:

a The current year	14a	
b The plan year immediately preceding the current plan year	14b	
c The second preceding plan year	14c	

- 15** Enter the ratio of the number of participants under the plan on whose behalf no employer had an obligation to make an employer contribution during the current plan year to:

a The corresponding number for the plan year immediately preceding the current plan year	15a	
b The corresponding number for the second preceding plan year	15b	

- 16** Information with respect to any employers who withdrew from the plan during the preceding plan year:

a Enter the number of employers who withdrew during the preceding plan year	16a	
b If line 16a is greater than 0, enter the aggregate amount of withdrawal liability assessed or estimated to be assessed against such withdrawn employers	16b	

- 17** If assets and liabilities from another plan have been transferred to or merged with this plan during the plan year, check box and see instructions regarding supplemental information to be included as an attachment. ☐

Part VI Additional Information for Single-Employer and Multiemployer Defined Benefit Pension Plans

- 18** If any liabilities to participants or their beneficiaries under the plan as of the end of the plan year consist (in whole or in part) of liabilities to such participants and beneficiaries under two or more pension plans as of immediately before such plan year, check box and see instructions regarding supplemental information to be included as an attachment. ☐

- 19** If the total number of participants is 1,000 or more, complete lines (a) through (c)

a Enter the percentage of plan assets held as:
 Stock: _____% Investment-Grade Debt: _____% High-Yield Debt: _____% Real Estate: _____% Other: _____%

b Provide the average duration of the combined investment-grade and high-yield debt:
☐ 0-3 years ☐ 3-6 years ☐ 6-9 years ☐ 9-12 years ☐ 12-15 years ☐ 15-18 years ☐ 18-21 years ☐ 21 years or more

c What duration measure was used to calculate line 19(b)?
☐ Effective duration ☐ Macaulay duration ☐ Modified duration ☐ Other (specify): _____

**INTEGRITY APPLICATIONS
INCORPORATED 401(k) PROFIT
SHARING PLAN**

FINANCIAL STATEMENTS

***As of and for the Years Ended December 31, 2012
and 2011***

And Report of Independent Auditor

INTEGRITY APPLICATIONS INCORPORATED 401(k) PROFIT SHARING PLAN
TABLE OF CONTENTS

REPORT OF INDEPENDENT AUDITOR 1 - 2

FINANCIAL STATEMENTS

 Statements of Net Assets Available for Benefits 3

 Statement of Changes in Net Assets Available for Benefits 4

 Notes to Financial Statements 5 - 10

SUPPLEMENTAL SCHEDULE

 Supplemental Schedule of Assets Held at End of Year 11



Report of Independent Auditor

To the Participants and Plan Administrator of the
Integrity Applications Incorporated 401(k) Profit Sharing Plan
Chantilly, Virginia

Report on the Financial Statements

We have audited the accompanying financial statements of Integrity Applications Incorporated 401(k) Profit Sharing Plan (the "Plan"), which comprise the statements of net assets available for benefits as of December 31, 2012 and 2011, and the related statement of changes in net assets available for benefits for the year ended December 31, 2012, 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 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 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 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Plan's preparation and fair presentation of the 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 Plan'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 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 financial statements referred to above present fairly, in all material respects, the net assets available for benefits of the Plan as of December 31, 2012 and 2011, and the changes in net assets available for benefits for the year ended December 31, 2012, in accordance with accounting principles generally accepted in the United States of America.

Report on Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental schedule of Assets Held at End of Year is presented for the purpose of additional analysis and is not a required part of the financial statements but is supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. Such information is the responsibility of the Plan's management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

A handwritten signature in black ink that reads "Cherry Bebaert LLP". The signature is written in a cursive, flowing style.

Tyson's Corner, Virginia
October 8, 2013

INTEGRITY APPLICATIONS INCORPORATED 401(k) PROFIT SHARING PLAN **STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS**

DECEMBER 31, 2012 AND 2011

	<u>2012</u>	<u>2011</u>
ASSETS		
Investments, at fair value		
Investments in Charles Schwab		
Personal Choice Retirement Accounts	<u>\$ 84,401,405</u>	<u>\$ 65,174,255</u>
Total investments	<u>84,401,405</u>	<u>65,174,255</u>
Receivables		
Participant contributions receivable	533,901	474,570
Employer contributions receivable	594,662	551,327
Notes receivable from participants	876,607	596,314
Other receivables	<u>26,576</u>	<u>19,912</u>
Total receivables	<u>2,031,746</u>	<u>1,642,123</u>
Total assets	<u>86,433,151</u>	<u>66,816,378</u>
LIABILITIES		
Other liabilities	<u>410</u>	<u>-</u>
Total liabilities	<u>410</u>	<u>-</u>
Net assets available for benefits	<u><u>\$ 86,432,741</u></u>	<u><u>\$ 66,816,378</u></u>

INTEGRITY APPLICATIONS INCORPORATED 401(k) PROFIT SHARING PLAN
STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

YEAR ENDED DECEMBER 31, 2012

ADDITIONS

Additions to net assets attributed to:

Investment income	
Interest and dividends	\$ 1,522,622
Net appreciation in fair value of investments	<u>4,796,796</u>
Total investment income	<u>6,319,418</u>
Interest from notes receivable from participants	<u>23,790</u>
Contributions	
Participant contributions	6,628,673
Employer contributions	7,488,193
Participant rollovers	<u>628,839</u>
Total contributions	<u>14,745,705</u>
Total additions	<u>21,088,913</u>

DEDUCTIONS

Benefits paid to participants	1,468,895
Administrative expenses	<u>3,655</u>
Total deductions	<u>1,472,550</u>
Net increase	19,616,363
Net assets available for benefits, beginning of year	<u>66,816,378</u>
Net assets available for benefits, end of year	<u><u>\$ 86,432,741</u></u>

INTEGRITY APPLICATIONS INCORPORATED 401(k) PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011

Note 1 – Description of plan

The following description of the Integrity Applications Incorporated 401(k) Profit Sharing Plan (the “Plan”) provides only general information. Participants should refer to the Plan agreement, as amended and restated, for a more complete description of the Plan’s provisions.

General – The Plan was established on January 1, 1999; it was amended and restated effective January 1, 2009, and again amended effective January 1, 2012 primarily to make the Plan compliant with legislative and regulatory changes. The Plan is a defined contribution plan intended to qualify under Section 401(k) of the Internal Revenue Code (“IRC”) and is subject to the provisions of the Employee Retirement Income Security Act of 1974 (“ERISA”). The Plan covers all employees of Integrity Applications Incorporated (the “Company” or “Plan Sponsor”) who are at least 21 years of age. Eligible employees may become participants upon attaining the age of 21.

The Plan has appointed four employees of the Company to act as trustees of the Plan.

Certain administrative functions are performed by officers or employees of the Plan Sponsor. No such officer or employee receives compensation from the Plan. The Plan does not permit hardship withdrawals.

Participant Contributions – Participants may make salary deferral contributions, subject to the limitations of the IRC. Qualified distributions from other qualified retirement plans can also be contributed to the Plan and retained as a rollover contribution.

Company Contributions – The Plan is a “Safe Harbor Plan” and provides for the Plan Sponsor to match 100% of the first 4% of each participant’s eligible compensation contributed to the Plan. Additionally, the Plan Sponsor has the option to make a discretionary contribution to the Plan, with the amount determined annually. Plan Sponsor discretionary contributions are allocated to participants based upon compensation. For the year ended December 31, 2012, the Plan Sponsor made matching and discretionary contributions of \$2,965,193 and \$4,523,000, respectively. All participants in the Plan are eligible to receive the discretionary contribution, if any, provided they continue to work for the Plan Sponsor and receive compensation.

Participants’ Accounts – A Schwab Personal Choice Retirement Account (“PCRA”), which is a self-directed brokerage account, is maintained for each participant and includes participants’ salary deferral contribution, plus an allocation of the Plan Sponsor matching and discretionary contribution (if any) and plan earnings, including realized and unrealized gains and losses on investments.

Vesting – Participants are immediately fully vested in their salary deferral and rollover contributions and the earnings thereon. Participants are also immediately vested in Plan Sponsor matching and discretionary contributions.

Notes Receivable from Participants – Participants may borrow from their fund accounts a minimum of \$1,000 up to a maximum equal to the lesser of \$50,000 or 50% of their eligible account balance, reduced by any outstanding loan balance. Participant loans require the employee to sign a promissory note for the face amount of the loan and interest and must be repaid within five years. The interest rate will be the prime rate. Participant loans require that payments will be made through payroll deductions unless earnings for a pay period are not enough to cover the loan payment, at which point the employee will be responsible to make a payment. The participant may have only one loan outstanding. At December 31, 2012, interest rates ranged from 3.25% to 8.25%.

INTEGRITY APPLICATIONS INCORPORATED 401(k) PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011

Note 1 – Description of plan (continued)

Payment of Benefits – Distributions to participants or their beneficiary are made after retirement, termination of service, death or disability. A participant may elect to receive (1) a lump-sum cash distribution [which is automatic for vested amounts up to \$5,000], (2) installment payments not exceeding the assumed life expectancy of the employee and his or her beneficiary, or (3) a joint and survivor annuity which continue up to the employee's death, during which payments would then transfer to the named survivor until the survivor's death; the employee will receive the normal form of payment (unless chosen otherwise with consent of the spouse) as a joint payment and 50% survivor annuity if the employee is married at the time of payment, and will receive monthly payments until death, at which time the spouse will receive monthly payments of the amounts payable during the employee's lifetime until death of the spouse. Benefits are recorded when paid.

Note 2 – Summary of significant accounting policies

Basis of Accounting – The financial statements of the Plan are prepared in accordance with accounting principles generally accepted in the United States of America ("GAAP").

Investment Valuations – In accordance with the policy of stating investments at current market value, net realized and unrealized appreciation and depreciation are reflected in the statement of changes in net assets available for benefits. Purchases and sales of securities are recorded on a trade-date basis. Dividends are recorded on the ex-dividend date. Interest income is recorded on the accrual basis.

Notes Receivable from Participants – Notes receivable from participants are measured at their unpaid principal balance plus any accrued but unpaid interest. Delinquent notes receivable from participants are reclassified as distributions based upon the terms of the Plan document.

Payments of Benefits – Benefits are recorded when paid.

Administrative Expenses – All administrative expenses of maintaining the Plan are paid by the Company except for record keeping services for participant loans and distributions paid by the Plan.

Risks and Uncertainties – The Plan provides for multiple investment fund options. Investments are exposed to various risks such as interest rate, market and credit. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in risks in the near term would materially affect participants' account balances and the amounts reported in the statements of net assets available for benefits and the statement of changes in net assets available for benefits. Individual participants' accounts bear the risk of loss resulting from fluctuations in investment values.

Estimates – The preparation of financial statements in conformity with GAAP requires Plan Management to make estimates and assumptions that affect the reported amounts of assets, liabilities, and changes therein, and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of additions to net assets and deductions from net assets during the reporting period. Actual results could differ from those estimates.

Fair Value Measurement – The Fair Value Measurements and Disclosures Topic ("Fair Value Topic") of the Financial Accounting Standards Board ("FASB") Accounting Standards Codification provides a new single authoritative definition of fair value and enhanced guidance for measuring the fair value of assets and liabilities. It requires additional disclosures regarding the extent to which the Plan measures assets and liabilities at fair value, and the effect of fair value measurements on earnings.

INTEGRITY APPLICATIONS INCORPORATED 401(k) PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011

Note 2 – Summary of significant accounting policies (continued)

The standard describes three levels of inputs that may be used to measure fair value:

Level 1 – Inputs to the valuation methodology are quoted prices available in active markets for identical investments as of the reporting date;

Level 2 – Inputs to the valuation methodology are other than quoted prices in active markets, which are either directly or indirectly observable as of the reporting date, and fair value can be determined through the use of models or other valuation methodologies; and

Level 3 – Inputs to the valuation methodology are unobservable inputs in situations where there is little or no market activity for the asset or liability and the reporting entity makes estimates and assumptions related to the pricing of the asset or liability including assumptions regarding risk.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. The following is a description of the valuation methodologies used for instruments measured at fair value, including the general classification of such instruments pursuant to the valuation hierarchy.

PCRA – Securities within the PCRA are valued based on quoted market prices within active markets which represent the net asset value of shares held by the Plan at year-end. Money market accounts are valued on a historical cost basis plus accrued interest which approximates fair value. Securities within the PCRA are classified within level 1 of the valuation hierarchy. There were no transfers in or out of Level 1 for the year ended December 31, 2012.

Upcoming Accounting Pronouncements – In May 2011, the FASB issued guidance to provide a consistent definition of fair value and to ensure that the fair value measurement and disclosure requirements are similar between U.S. GAAP and International Financial Reporting Standards. This update changes certain fair value measurement principles and enhances the disclosure requirements particularly for Level 3 fair value measurements. This guidance is effective for annual periods beginning after December 15, 2011 and is applied prospectively. As this guidance is only disclosure related, it did not have any changes to the carrying value of the investments on the statements of net assets as of December 31, 2012 and 2011.

Note 3 – Investments

The Plan provides for PCRA, which are self-directed accounts maintained by Charles Schwab & Co., Inc. Participants may choose from a wide variety of investment options, including, but not limited to, stocks, bonds, and mutual funds.

The fair values of individual investments that represent 5% or more of the Plan's net assets are as follows:

	December 31,	
	2012	2011
Schwab PCRA	\$ 84,401,405	\$ 65,174,255

The Plan's investments in PCRA's appreciated in value (including gains and losses on investments bought and sold, as well as investments held during the year) by \$4,796,796 for the year ended December 31, 2012.

INTEGRITY APPLICATIONS INCORPORATED 401(k) PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011

Note 4 – Fair value measurements

Below are the Plan's financial instruments carried at fair value on a recurring basis by the Fair Value Topic hierarchy levels described in Note 2.

As of December 31, 2012				
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total Fair Value
Investments:				
PCRA				
Fixed income	\$ 198,829	\$ -	\$ -	\$ 198,829
Mutual funds	36,959,582	-	-	36,959,582
Common stock	15,565,911	-	-	15,565,911
Preferred stock	13,211	-	-	13,211
Cash equivalents	31,097,584	-	-	31,097,584
Other	566,288	-	-	566,288
Total investments	\$ 84,401,405	\$ -	\$ -	\$ 84,401,405

As of December 31, 2011				
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total Fair Value
Investments:				
PCRA				
Fixed income	\$ 191,116	\$ -	\$ -	\$ 191,116
Mutual funds	29,972,669	-	-	29,972,669
Common stock	12,189,437	-	-	12,189,437
Preferred stock	6,837	-	-	6,837
Cash equivalents	22,361,567	-	-	22,361,564
Other	452,629	-	-	452,629
Total investments	\$ 65,174,255	\$ -	\$ -	\$ 65,174,255

Note 5 – Tax status

The Plan obtained its latest determination letter on August 28, 2010, in which the Internal Revenue Service stated that the Plan, as then designed, was in compliance with the applicable requirements of the Internal Revenue Code.

INTEGRITY APPLICATIONS INCORPORATED 401(k) PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011

Note 5 – Tax status (continued)

GAAP requires Plan Management to evaluate the tax positions taken by the Plan and recognize a tax liability (or asset) if the Plan has taken an uncertain position that more likely than not would not be sustained upon examination by the IRS. Plan Management has analyzed the tax positions taken by the Plan, and has concluded that as of December 31, 2012 and 2011, there are no uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) or require disclosure in the financial statements. The Plan is subject to audit by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. Plan Management believes it is no longer subject to income tax examinations for years prior to 2009.

Note 6 – Reconciliation of financial statements to Form 5500

The following is a reconciliation of certain financial statement amounts to Schedule H of Form 5500:

	<u>2012</u>	<u>December 31,</u> <u>2011</u>
Net assets available for benefits per the financial statements	\$ 86,432,741	\$ 66,816,378
Less adjustment to recognize employer contribution receivable	<u>-</u>	<u>(7)</u>
Net assets available for benefits per Schedule H of Form 5500	<u>\$ 86,432,741</u>	<u>\$ 66,816,371</u>
Employer contributions per the financial statements	\$ 7,488,193	
Plus adjustment to recognize employer contribution receivable from prior year	<u>7</u>	
Employer contributions per Schedule H of Form 5500	<u>\$ 7,488,200</u>	

Note 7 – Plan termination

Although it has not expressed any intent to do so, the Plan Sponsor has the right to terminate the Plan subject to the provisions of ERISA.

INTEGRITY APPLICATIONS INCORPORATED 401(k) PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011

Note 8 – Parties-in-interest

Certain plan assets at December 31, 2012 and 2011 are invested in funds sponsored by Charles Schwab & Co., Inc., the Plan custodian. Transactions involving these investments are considered by party-in-interest transactions for which statutory exemption exists under the Department of Labor Regulations.

Note 9 – Subsequent events

The Plan has evaluated events through October 8, 2013 in connection with the preparation of these financial statements, which is the date the financial statements were available to be issued.

SUPPLEMENTAL SCHEDULE

INTEGRITY APPLICATIONS INCORPORATED 401(k) PROFIT SHARING PLAN
SUPPLEMENTAL SCHEDULE OF ASSETS HELD AT END OF YEAR
FORM 5500
SCHEDULE H, LINE 4i
EIN 54-1889710, PLAN NUMBER 001

DECEMBER 31, 2012

(a)	(b) Identity of Issue	(c) Description of Investment	(d) Cost	(e) Current Value
*	Charles Schwab	Schwab Personal Choice Retirement Accounts	\$ -	\$ 84,401,405
*	Notes receivable from participants	Loans to participants bearing interest rates ranging from 3.25% - 8.25% and maturity dates from February 28, 2013 through November 30, 2017.	-	876,607
			\$ -	\$ 85,278,012

* Denotes a party-in-interest.

(d) Cost information is not presented as these are participant directed accounts.

Schedule C, line 2(h) – Formula Description

Plan Name: Integrity Applications Incorporated 401(k) Profit Sharing Plan
Employer I.D. #: 54-1889710
Plan Number: 001

(a) Name of Investment Fund (Source of Compensation)	(b) Name of Investment Adviser (Service Provider)	(c) Formula as Percentage of Assets	(d) Other Formula, if any
--	---	-------------------------------------	---------------------------

See line 3(e) of Schedule C for a description of the applicable formulas for each fund manager

Fund Family / Provider	EIN	Formula	Received By Account Name	Received By EIN	Fee Description
Aberdeen	51-0368279	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Acadian Funds	04-2929221	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Allianz Funds	33-0457728	Range of 0.02 - 0.40% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Alpine	13-3982412	Rate of 0.50% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Amana	35-6447892	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
American Beacon	75-2401150	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
American Century Investments	43-0821857	Range of 0.24 - 0.35% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
American Funds	95-1411037	Range of 0.25 - 0.37% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Ameristock	94-3227081	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
AQR Funds	Not Available	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Artio Global	13-6174048	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Artisan	39-1811840	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Aston	20-4747475	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Ave Maria Mutual Funds	38-2325495	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Baird	39-6037917	Rate of 0.27% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Baron Capital Group	13-3122938	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
BlackRock	04-6171663	Range of 0.40 - 0.50% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
BMO Funds	Not Available	Range of 0.25 - 0.40% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Brandywine	83-0334121	Rate of 0.07% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Bridgeway	76-0409332	Rate of 0.10% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Brown Advisory Funds	52-1952888	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Brown Capital Management	52-1304372	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Buffalo	48-1069845	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Burnham	23-1702840	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Calamos	36-3316238	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Cambiar Funds	84-0643524	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Century Funds	87-0381220	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Cohen & Steers	14-1904657	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Columbia	93-0577450	Range of 0.40 - 0.50% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Commonwealth Intl Series Tr	Not Available	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Credit Suisse (New York, NY)	Not Available	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
CRM	13-3156718	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Croft	52-1603329	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Davis Funds	52-1346931	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Delaware Investments	23-2693133	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Direxion Funds	13-4143904	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
DoubleLine	Not Available	Range of 0.10 - 0.36% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Dreyfus	13-2614959	Range of 0.25 - 0.40% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Driehaus	20-3634295	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Eaton Vance	04-2718215	Rate of 0.45% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Federated	25-1111467	Range of 0.25 - 0.40% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Fidelity Investments	06-1194217	Range of 0.15 - 0.40% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
First Eagle	13-3392291	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
FMI Funds	39-1861095	Range of 0.40 - 0.45% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Forester	36-4297579	Rate of 0.50% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Forward Funds	23-2696899	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
FPA	04-3118452	Rate of 0.06% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Franklin Templeton Investment Funds	13-2670991	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Gabelli	13-3340139	Rate of 0.35% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Glenmede	Not Available	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Guggenheim Investments	48-1175174	Range of 0.40 - 0.45% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Guinness Atkinson	98-0534338	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Harbor	04-2679462	Rate of 0.43% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Harding Loevner	Not Available	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Heartland	39-1572323	Rate of 0.50% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Hennessy	68-0377264	Range of 0.40 - 0.50% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Hodges	75-2278918	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Homestead	53-0116145	Rate of 0.10% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Hussman Funds	Not Available	Rate of 0.05% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
ICON Funds	75-2676133	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
IMS	93-0976985	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
ING Funds	95-4516049	Rate of 0.30% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Intrepid Funds	59-3274026	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Invesco	58-2287224	Range of 0.40 - 0.50% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
IVA Funds	41-2253838	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Ivy Funds	04-6006759	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
James Advantage	31-0891459	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Janus	43-1804048	Rate of 0.35% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Jensen	93-0978027	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
John Hancock	04-3483032	Rate of 0.50% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
JPMorgan	13-2624428	Range of 0.03 - 0.50% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Kinetics	13-3878346	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Laudus Funds	94-3106735	Range of 0.10 - 0.25% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Lazard	20-4571006	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Leuthold	41-1971243	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
MainStay	52-2206685	Range of 0.10 - 0.40% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Managers Funds	06-1298481	Range of 0.40 - 0.50% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Manning & Napier	16-0995736	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Marsico Investment Fund	84-1434992	Rate of 0.50% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Matthew 25	23-2804868	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Matthews Asia Funds	94-33250972	Range of 0.10 - 0.40% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Merk Funds	01-0516963	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing

Metropolitan West Funds	95-4597302	Range of 0.35 - 0.40% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Midas	13-3823733	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Motley Fool	54-1742975	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Munder	Not Available	Rate of 0.50% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Natixis Funds	04-3200027	Range of 0.04 - 0.40% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Needham	22-3408336	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Neuberger Berman	13-5521910	Range of 0.29 - 0.35% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Northern Funds	39-1777365	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Nuveen	36-3817266	Range of 0.40 - 0.50% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Oakmark	04-3276558	Rate of 0.35% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
OppenheimerFunds	13-2527171	Range of 0.07 - 0.50% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Paradigm Funds	Not Available	Rate of 0.45% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Parnassus	94-6579180	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Pax World	02-0280580	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Paydenfunds	95-3921788	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Permanent Portfolio	94-2788165	Rate of 0.38% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Perritt	04-3788672	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Principal Funds	42-1520346	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
ProFunds	52-2035197	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Rainier	91-1457076	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Reaves Select Research	23-3040006	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Reynolds	Not Available	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
RidgeWorth	58-1604573	Range of 0.20 - 0.40% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Robeco Investment Funds	98-0202744	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Royce	52-2343049	Range of 0.06 - 0.79% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Schooner Funds	Not Available	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Schroder	13-3048123	Rate of 0.50% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Schwab Funds	94-3106735	Range of 0.02 - 0.25% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Scout	43-1270132	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Sextant Mutual Funds	Not Available	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Sit	41-1404829	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Smead Funds	26-0218243	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Sound Shore	06-1332926	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
SouthernSunFunds	62-1378280	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
State Street Global Advisors	42-1704580	Range of 0.25 - 0.40% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
T. Rowe Price	52-2264646	Rate of 0.03% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
TCW	95-2749628	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Third Avenue	01-0690900	Range of 0.40 - 0.44% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Thompson IM Funds, Inc.	39-1484755	Rate of 0.25% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Thornburg	85-0301299	Range of 0.40 - 0.60% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
TIAA-CREF Mutual Funds	13-1624203	Range of 0.20 - 0.34% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Tocqueville	13-3549887	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Touchstone	31-0487145	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Transamerica	94-0932740	Range of 0.10 - 0.40% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Turner Funds	23-2587824	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
U.S. Global Investors	74-1619375	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Value Line	13-3139843	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Virtus	95-4191764	Range of 0.07 - 0.60% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Wasatch	87-0319391	Range of 0.35 - 0.40% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Wells Fargo Advantage	41-0449260	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Westcore	84-1284659	Range of 0.30 - 0.40% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
William Blair	36-2214610	Range of 0.40 - 0.50% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Wilshire Mutual Funds	95-2755361	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
Wintergreen Funds	20-2940772	Rate of 0.40% of average daily balance of asset(s)	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing
World Funds, Inc	62-1177243	Range of 0.40 - 0.50% of average daily balance of assets	Charles Schwab & Co., Inc.	941737782	Shareholder Servicing

Schedule H, line 4i – Schedule of Assets (Held At End of Year)

Plan Name: Integrity Applications Incorporated 401(k) Profit Sharing Plan
Employer I.D. #: 54-1889710
Plan Number: 001

(a)	(b) Identity of issue, borrower, lessor, or similar party	(c) Description of investment including maturity date, rate of interest, collateral, par, or maturity value	(d) Cost	(e) Current Value
-----	--	--	----------	----------------------

Schedule of Assets (Held At End of Year) is contained in the attached audit report.