

Relational Security experiences increased growth trajectory with record setting quarter in Q4 2007

Secaucus, NJ - Jan 2008: Relational Security Corporation, provider of the industry's most mature Risk and Compliance Management Software - RSAM™, today announced that 2007 sales grew more than 40% over the prior year and grew over 100% quarter over quarter in Q4 2007. Relational Security delivered this growth over an already stellar growth of 50+% the prior years.

Relational Security's sales growth was attributed to three primary factors - a high growth in new customer wins, a strong expansion within existing customers and with an increased risk & compliance solution footprint of RSAM. "We are thrilled about our 2007 results and even more excited about 2008" said Shivananda, President & CEO of Relational Security. "It is gratifying to see our execution of our roadmap is well timed & aligned with the market expectations and growth. It is exciting to see our growth rate catapult to a new level due to a significant increase in a number of new enterprise deals"

Customers

Relational Security continues to add new & internationally recognized organizations to an already impressive roster of customers. Our new customers in 2007 came not only from a solid base within Financial Services, Insurance, Technology and Healthcare industries, but also from brand name companies in the Telecom and Retail/Manufacturing verticals. Additionally, existing customers continue to expanded their use of RSAM™ into other areas of risk management such as Policy Exception Management, Remediation & Issue Tracking and other areas within their organization.. "We are very excited with this adoption of RSAM™ from existing & new customers, who are already quite mature in their risk management practices. It further validates that RSAM™ is a mature risk & compliance management software solution that the market greatly needs." Mr. Shivananda added.

Some of Relational Security's expanded marquee customer wins in 2007 include:

- \$100b+ Global Manufacturer of personal computer and portable devices
- \$16b Financial Technology-based outsourcing solutions provider
- \$60b+ Global Manufacturer of Wireless Telecom products
- \$20b Global Cosmetics Company
- \$2b Global Audit, Assurance and Consulting firm
- \$16b Leading Regional Health care delivery system
- \$2b Licensee of the Blue Cross and Blue Shield Association

- \$50b+ Global Telecom provider
- \$30b+ Leading US Cable Operator
- \$7b Top 3 US Cable Company
- \$10b Insurance company
- and many more...

Research & Development

Relational Security continued to demonstrate its technology leadership in 2007 in the area of research and development. In April 2007, Relational Security launched RSAM™ v5 and the RSAM™ Findings Platform. “Relational Security has been focused in the assessments area for over 5 years and we continue to innovate and build from our focused experience in the space and have emerged as the industry’s leading tool in assessments. Through focused research, experience, and constant interaction with our customers and the industry we have been able to consistently predict the market needs and deliver on the appropriate features to meet our customers evolving requirements. RSAM v5.0 and specifically the RSAM Findings Module is another such innovation. RSAM’s Findings Platform allows organizations to record, track, and report on ad-hoc information related to assessments, issue tracking, risk management, compliance, policy exceptions and audit data within a highly flexible structure. This module is highly open and flexible with unlimited possibilities, allowing RelSec to create many solutions for our customers. Our customers have the ability to create their own custom solutions on the fly! This increased capability within RSAM not only allows our customers to address their specific business pain points but it also brings in all this disparate data elements within an integrated, central, and manageable repository,” said Kevin Day - CTO of Relational Security.

“We are excited to enter 2008 with an already proven technology and an exceptional sales pipeline compared to last year - a reflection of a mature & successful solution and a market that has been growing rapidly for these type of tools.” added Mr. Shivananda. “We will continue to focus on serving the needs of our customers, investing in our people and infrastructure, while producing innovative products that enable organizations to manage risks more effectively, reduce assessment & compliance costs, and provide a mature foundation for enterprise risk and compliance management programs.”

About Relational Security Corporation & RSAM™

Relational Security Corporation (RelSec) is the provider of the industry’s leading Risk and Compliance Management Software - RSAM™. RelSec customers span a wide range of organizations from large global Fortune 500 organizations with unique and complex

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requirements to smaller single-site companies looking for structure, out-of-the-box deployment and consistency at a reasonable price-point. RSAM solutions are modular, and can be rapidly deployed, to help organizations automate their risk & compliance management processes in areas such as:

- ❖ Risk Assessment
- ❖ Compliance Management
- ❖ Remediation Tracking
- ❖ Audit Automation
- ❖ Policy Exception Management
- ❖ Vulnerability Tracking
- ❖ Incident Management
- ❖ Risk Inventory
- ❖ Custom risk & compliance solutions built using the RSAM platform