

QVC Japan to Adopt Verdasys Digital Guardian for the Protection of Private Client Data

Waltham, MA — May 10, 2006 — Verdasys, Inc. and NextCom, a leading system integrator for Verdasys' Japanese distribution partner Mitsui Bussan Secure Direction (MSBD), today announced that QVC Japan has purchased for enterprise deployment Verdasys Digital Guardian, the world's most comprehensive global data security platform. QVC Japan will utilize Digital Guardian for the protection of private client data and also as a means of showing compliance with existing American, and imminent Japanese SOX requirements.

QVC is the largest 24 hour television shopping channel in the world, with QVC Japan alone reaching more than 14 million homes. With a client database containing personal and proprietary information on millions of consumers, Mr. Shinji Ushijima, QVC Japan's Vice President, acknowledges that there is a critical need to protect this valuable data and eliminate the risk of leakage or loss.

"In order to protect and manage our clients' important personal information, we wanted an enterprise data security platform that would protect data, alert and, if necessary, block any user action that would result in the leakage or loss of this data," said Mr. Shinji Ushijima. "We saw immediately that Digital Guardian, with its real time monitoring and accurate reporting, was the right product for QVC. A huge selling point for us was the unique fact that this data is protected at the point of use, across all of our applications and devices," he added.

Verdasys Digital Guardian is a comprehensive and proven data security solution for protecting and tracking the flow of critical data *anywhere in the world*. Whether on PCs, laptops, or servers...inside or outside the organization... Verdasys Digital Guardian is there to monitor, log, and, if necessary, block prohibited actions by trusted end-users. With a central server console to deploy and monitor intelligent agents, Digital Guardian logs user data transactions and applies pre-defined rules to ensure that all end-users, including system administrators, are using applications and data properly.

"Today, millions of viewers are calling in or going on-line to purchase products through QVC Japan," said Seth Birnbaum, CEO for Verdasys. "These consumers are trusting QVC with valuable information such as credit card numbers and detailed billing information. Protecting and maintaining the privacy of this data is clearly an important issue for QVC Japan and we are very pleased that they have chosen Digital Guardian," he said.

About Verdasys, Inc.

Verdasys is leading the industry in providing *global data security solutions* based on innovative "point of use" technologies. Our Digital Guardian platform is in use by government agencies, and by leaders in financial, pharmaceutical, insurance, healthcare, manufacturing, entertainment, and other industries around the world. Verdasys customers use Digital Guardian to complement their existing security technologies in order to comprehensively protect data wherever it's used. Verdasys is headquartered in Waltham, MA. For more information, please visit <http://www.verdasys.com>

About QVC Japan

A virtual shopping mall that never closes, QVC is a place where customers can shop at any hour, at the rate of two customers per second. Themed programs are telecast live 24 hours a day, seven days a week, to 151.4 million households worldwide. QVC Japan, a joint venture with Mitsui Corporation, began broadcasting live 15 hours a day on April 1, 2001, and reaches more than 14 million homes. In June, 2004 it launched its new 24-hour live programming schedule.

About Mitsui Bussan Secure Direction (MBSD)

Mitsui Bussan Secure Directions, Inc. provides high quality, value-added information security services that help raise customers' corporate value. MBSD is expanding its business by focusing on internet security, inner corporate information security management, and secure communication. MBSD achieves customer satisfaction by providing services utilizing a high level of technical ability and mobility. For more information please visit <http://www.mbsd.jp/>.

About NextCom K. K.

NextCom K.K. (TSE: 2665) is one of the leading IP solution providers in Japan. Since its establishment in 1991, NextCom's ability to integrate wide-ranging lineup of products and services has assured its prominent position among its competitors. Focused on VoIP solutions for contact centers/enterprise, networking solutions and system integration, NextCom dedicates efforts to meet the specialized needs of its diverse base of customers. For more information, please visit <http://www.nextcom.co.jp/eng/>

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