

Press Release

Local Company Completes First Phase of Expansion

Louisville, Kentucky, August 24, 2007 – **Applied Digital Solutions inc.** a leading provider of voice recording and analytic solutions in mission critical environments has completed its' first phase of a planned three year expansion program.

The company provides voice recording solutions to hundreds of government agencies and commercial customers covering six states and Washington D.C.

Strong demand for their products and new applications has driven the company's need for expansion.

In order to facilitate their growth, the company recently purchased a new 6000 sq ft office building on Townepark Circle, in the Middletown area. Although a large percentage of their business is in the Washington D.C. area, current plans are to keep its' headquarters in Louisville.

As part of the expansion, the company also plans to add as many as eight additional sales, technical and administrative employees in the Louisville and Washington D.C. area by the end of Q1, 2008.

Jamie Sugar, President and CEO attributes the growth as a direct result of their dedicated partners and employees who understand the importance of their products and services to their customers, and their eagerness to go the extra mile to exceed their customers needs. The company's mission is also becoming increasingly important at a time when homeland security is a constant concern.