

## **KSR, INC. AND NEOHAPSIS MERGE, DELIVERING THE FIRST COMPREHENSIVE MANAGED RISK SERVICES OFFERING**

*Innovative Company Delivers a New Breed of Professional and Managed Services for  
Successful Enterprise Risk Management*

**San Mateo, CA. -- Nov. 13, 2006** – KSR, Inc. announced today the formal launch of its Managed Risk Services offering. As part of the launch, KSR is also announcing that it has merged with Neohapsis, cementing its position as the industry’s first Managed Risk Services Provider (MRSP). Having assembled some of the most respected minds in information security, information technology, and risk management, KSR is the first service provider to offer a new breed of professional and managed services specifically designed to align business goals with effective risk management practices. KSR’s integrated, real-time approach to enterprise risk management provides visibility regarding where and how to invest in risk mitigation initiatives in a manner that ensures ongoing confidentiality, integrity, availability, and efficiency.

Under the terms of the merger, Neohapsis will become a wholly owned subsidiary of KSR. Neohapsis will expand KSR’s existing world-class professional services organization, adding expert consultants, advanced researchers and published authors who have helped shape the evolution and adoption of information assurance initiatives. Neohapsis’ services bring a new level of capability to KSR’s portfolio of Managed Risk Services, including digital forensics, application security, eDiscovery, and enterprise IT product-testing. Leveraging the best practices established over the course of testing hundreds of information security products, the Neohapsis lab also provides KSR with a state-of-the-art facility to test and design innovative service offerings based on evolving business requirements.

“As a current CEO and former CIO of a 15 billion dollar software company, I’ve observed a dramatic change in corporate behavior,” said Mark Iwanowski, CEO, KSR, Inc. “The need to concurrently manage compliance, governance, privacy, business continuity, IT system security, and operations has led companies to partner with trusted advisors that can help them create a shared vision for risk management. Having gathered a team of experts in this area, it was a natural step for KSR to extend the benefits of our collective experience with managed services specifically designed to ensure the ongoing integrity and operational efficiency within a proven risk framework.”

“The merger of Neohapsis with KSR creates a company that is unmatched in its ability to deliver and maintain risk management services,” said Brooke Paul, President, Neohapsis. “KSR’s team of well-known and respected experts match the nature and caliber of our strategic consulting, and adds the ability to offer operational risk management services. Through our new MRSP capabilities, we can help ensure the availability of our client’s mission-critical information as well as its integrity and confidentiality.”

KSR’s professional services team focuses on holistic, proactive measures that consider the need for top-down business analysis and bottom-up operational change. KSR’s expert teams guide organizations from assessment and mitigation initiatives to continuous risk management via KSR’s robust managed services offerings.

KSR delivers its managed services via Centris™ – an innovative management and delivery platform. By aligning organizational goals with real-time analysis capabilities, Centris provides key stakeholders visibility into the availability and integrity of their critical assets. Centris also ensures quick and accurate adjustments of a company's infrastructure to adapt to changes or threats to its business environment.

Mark Iwanowski, CEO of KSR, will serve as CEO and Chairman of the combined companies. Neohapsis will continue to be run by its current President, Brooke Paul. Current KSR and Neohapsis executives will fill the remaining leadership positions in the company.

**About KSR, Inc.**

KSR is the first Managed Risk Services Provider (MSRP) to expertly align organizations' unique risk profiles with a new breed of managed and professional services designed to mitigate corporate and personal liability. KSR's holistic approach to enterprise risk management blends security, information technology, and operations management with an innovative set of services that ensures ongoing confidentiality, integrity, availability, and efficiency. KSR serves mid-size and large enterprise customers worldwide, and the KSR team is made up world-class experts from organizations such as Verisign, the US National Security Agency (NSA), Netscape, Exodus, Oracle, SAIC, and Savvis. Backed by Trident Capital, KSR has offices in San Mateo, CA, Irvine, CA, Boston, MA, Chicago, IL, London, England, and Dublin, Ireland. For more information, visit KSR on the web at [www.ksr.com](http://www.ksr.com).