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PRESS RELEASE

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For immediate release

TECHNOLOGY SERVICES GROUP OPEN FOR BUSINESS IN THE MIDLANDS AND SOUTH

Following Technology Services Group's (TSG) acquisition of Sage and Exchequer software specialists System Advantage Ltd in December 2004, their sites at Broom, Warwickshire, and Basingstoke, Hampshire, have now been fully integrated into the group. The Warwickshire office forms the base of TSG operations in the Midlands, while the Basingstoke site offers a foothold into the South of England.

The new TSG offices in Broom and Basingstoke have boosted the group's capability in the upper end of the small and medium-sized business software market, as System Advantage's expertise in Exchequer, Sage Line 200 and Sage Line 500 will be available for customers nationwide who need more sophisticated business software solutions. Similarly, group capabilities in all major accounting and business software, hardware, networking and security installation will be on offer to existing customers in the area.

"TSG is using the System Advantage business as the springboard for further expansion in the Midlands" said Nigel Hudson, TSG's Business Development Director. "We're on the look-out for more IT businesses in the area with the same passion for serving customers, and of course our long term strategy is to extend our services right down to the South East and South West. There are real prospects not only in ensuring job security for existing industry specialists, but also creating job opportunities into the future".

Former System Advantage MD Alan Mann has taken over as Regional Managing Director for TSG Midlands and Basingstoke. He said "As part of TSG we can now provide a complete IT solution to the SME market, maintaining our tradition of specialist, locally based service, supported by the full network of TSG's regional and national fund of expertise. We'll be able to install hardware, connect offices, home workers and field staff together and support and maintain the whole IT structure with on-site visits, telephone help-lines and dial-in access".

The Broom and Basingstoke offices provide IT solutions and support to 350 customers, including United News & Media, National Express, Blenheim Palace, Oxford Brookes University, Gul International, Musto Limited, Nottingham City Transport and Trent and Barton Buses. TSG nationally employs 380 staff, has an annualised turnover of £36 million and provides IT services to more than 9,000 small and medium sized businesses across the UK.

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