

RS2 Software p.l.c.
COMPANY ANNOUNCEMENT

The following is a company announcement issued by RS2 Software p.l.c. in compliance with Chapter 9 of the Listing Rules.

Quote

The Company achieved a growth of 7% in its customer base in the second half of the year.

As a direct result of our strategy to expose RS2 to the North American market through our US subsidiary, we have closed a licence and maintenance agreement with a US client who was highly interested in the BANKWORKS platform for its own operation. We are very satisfied that we have been able to conclude yet another contract in the United States. Our strategy is to further increase our efforts in the region.

RS2 has achieved a major milestone by entering the German market. Through the conclusion of its first contract in Germany, RS2 will now be working with German clients on functionalities and interfaces that are particular to this market. The contract is in the format of a three year comprehensive package.

These clients are expected to reach live date during the course of 2011.

Our office in the Philippines continues to provide key support services under the supervision of the technical unit in Malta. It also fits in our strategy to penetrate the market in this region.

Revenue from services provided to existing clients is expected to reach targets for the second half of the year. The directors remain optimistically cautious about the level of activity for 2011.

Earnings for the second half of the year are expected to be better than those for the corresponding period in 2009 as well being higher than the first half of 2010.

Unquote



Dr. Ivan Gatt

Company Secretary

18th November, 2010