

**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**

Following the good results of 2010, the company continued to reap the benefits of its investments in the United States and Philippines. During the first quarter of the year, the company concluded contracts with new clients in each of these regions further increasing its client base and extending its global footprint. With these new contracts, we have already met our targets in terms of new licences for 2011, and we continue to work hard to attract further new business. In the meantime we remain committed and concentrated on providing the best service to our existing clients particularly in Europe and the Middle East.

We now have clients in 28 countries servicing banks and institutions in all regions of the world. Each new client brings on board its particular requirements, depending on its business model, the region of the world it operates in and the legal framework which regulates it. This is especially true with clients in countries or regions which are new for RS2 as is the case with the new clients achieved so far this year. Working with new and existing clients allows us to continue enhancing the BANKWORKS product, ensuring that we remain at the forefront and continually in compliance with industry standards.

We expect 2011 to continue building on the success of the past years, particularly that of 2010. RS2 provides services to banks, service providers and other financial institutions that are critical to their operations. During the downturn of 2009 we believed that the slowdown in the requests for services was a reflection of delays in spending by clients, but not of cancellation of business. The improvements we saw since the second half of last year, and continue to see to date, support this assessment and we therefore look to 2011 with optimism.

Construction on the new premises in Mosta commenced in January 2011 and is progressing on schedule with completion targeted for quarter 3 of next year. These new premises will provide the much needed space and infrastructure to support the expected growth of the Company.

**Unquote**



Dr. Ivan Gatt  
Company Secretary