



Prophecy

Prophecy International Holdings Ltd.

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COMPANY ANNOUNCEMENT 16th November 2011

INTERSECT ALLIANCE OFF TO A FLYING START

Prophecy International took over the business of Intersect Alliance from 1st August 2011 as previously announced. After just over 3 months of operation, Prophecy is very pleased with the excellent progress of this new business unit within the Prophecy group.

Revenues have been above expectations for the period, with new sales flowing at a pleasing rate. The business is cashflow positive, has turned a profit better than expected for the initial months of operation, and is expected to meet the revenue and profit expectations set for the half year. This has been a very pleasing start and growth projections for this business are looking very positive at this early stage.

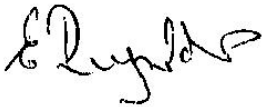
The centrepiece product is the proprietary Snare Server software which provides a range of agents for event monitoring, log collection, analysis, reporting and archiving for future audit. Snare stands for System Intrusion Analysis and Reporting Environment and the software provides a very important facet of system security for all types of large commercial and government organisations. The Intersect Alliance Snare agents are used by thousands of organisations worldwide and they are recognised as leaders in their field.

Prophecy seeks to further exploit this technology through new partnerships and sales channels that are currently being put in place. Many opportunities have come to light as we have reviewed the expanded market potential for the Snare solution and Prophecy expects to be able to lock down new agreements in coming months that will boost the market reach for our new products.

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Development and testing for release 6 of the Snare product set is progressing well, and we expect to issue it on target during 2012. Our new release will pack some punch, both visually and through its expanded feature set. The market has been expecting this new release and we are very pleased indeed that their expectations are soon to become reality.

Congratulations to all staff and distribution partners that have worked with us for a smooth transition of the business operation in recent months. Much hard work has produced a very successful new addition to the Prophecy group.



Ed Reynolds
Chairman

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For more details visit basis2.com
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