

Federal Information Technology Systems Announces the Acquisition of Sensor Systems, Inc.

Morristown, NJ, April 1, 2005. Federal Information Technology Systems, LLC ("Federal IT"), a Kelso and Company ("Kelso") sponsored portfolio company, announced the acquisition of Sensor Systems, inc. ("Sensor") on April 1, 2005. Sensor is a leading developer of applications for image visualization and analysis for remote sensing and medical imaging. Sensor's customers include virtually all of the primary intelligence agencies in the US as well as many organizations within the Department of Defense and all branches of the military.

Sensor is the leader in developing Image Exploitation and Analysis software primarily for the Intelligence Community, with a strong position in the market for high-end image analysis. Sensor's RemoteView suite of software products offers solutions for the input, viewing, reporting and analysis of remote sensing data (e.g. satellite imagery), and is the preferred solution of the user community in most Intelligence Agencies. Sensor is also a provider of the world's leading research software for the visualization and analysis of advanced medical imaging applications.

Federal IT was founded in January of 2004 by Bill Craven, former CEO of Paravant, Inc. Federal IT's strategy is to buy and build companies in the Defense and Intelligence IT sectors to support the 21st Century "Information Soldier". In October of 2004, Federal IT completed the acquisition of Austin Info Systems, Ltd. ("AIS"), a leader in developing intelligence analysis tools and a key contributor to the US Military's effort in the War on Terror, having developed ASAS-Light, the primary laptop-run analysis tool used by units currently deployed in various fields of operations around the world. Bill Craven, Chairman and CEO of Federal IT, said "We are very excited about joining forces with the Sensor team, led by Steve Huff and Kirk Brown. Since its inception in 1993, Sensor has built an impressive lead position in imagery exploitation software and has established an excellent reputation with its customers. The areas of expertise of Sensor and AIS are complementary and the combination of the two companies' product portfolios will help accelerate Federal IT's goal of becoming a provider of multi-source, collaborative software tools for Intelligence analysts".

As part of the Sensor acquisition, Federal IT raised \$90 million in fully underwritten credit facilities that are expected to be syndicated in the following two weeks. Additionally, Kelso and Pegasus Capital Advisors, L.P. have invested equity into Federal IT in order to facilitate the acquisition of Sensor.

Daroth Capital Advisors LLC acted as financial advisor and exclusive equity placement agent to Federal IT in this transaction.

About Federal IT: Federal Information Technology Systems, LLC is dedicated to meeting the Information Technology needs of the Defense and Intelligence communities. The Company's strategy is to buy and build companies active in its chosen field to support the 21st Century Soldier. Federal IT, which is co-owned by senior management, is principally backed by Kelso & Company, one of the nation's oldest private equity firms. Together with Kelso, Federal IT is seeking additional acquisition candidates to complement and accelerate its strategy. For more information, please visit www.fedit.net

About Daroth Capital Advisors LLC: Daroth Capital Advisors LLC, a New York-based investment bank, provides a full array of financial advisory services to companies, financial sponsors and institutional investors. The firm works with its clients to identify, structure and execute diverse and innovative transactions. Daroth is registered as a broker dealer with the SEC and is a member of the NASD and SIPC. For more information, please visit www.daroth.com.