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For Immediate Release

CipherMax Secures \$10 Million in Funding

***New Investment Aimed at Penetrating
Enterprise Storage Security Market***

San Jose, Calif. – February 26, 2007 – CipherMax, Inc. (formerly MaXXan Systems), the technology leader of enterprise-class storage security solutions, today announced that the company has received \$10 million in new financing and will focus on delivering storage security solutions that meet enterprise requirements. U.S. Venture Partners, Venrock Associates and Scale Venture Partners (formerly BA Venture Partners), co-led this round of funding. CipherMax will use the investment to further enhance the company's CM line of storage security products and expand its sales and marketing efforts.

"We are pleased to announce the launch of CipherMax and the completion of the funding," said Ray Kao, chairman and CEO of CipherMax. "The convergence of storage, security and networking has created the need for a storage security solution that can be deployed within SANs. Our domain expertise in storage networking has given us unique advantages in developing a unified storage security solution that is scalable, reliable, cost effective and easy to deploy for enterprise customers. This round of funding will enable us to expand our market share and continue to deliver the leading storage security solution."

"The cost of securing stored data over the long-term is becoming a key issue for companies," said David Liddle, general partner at U.S. Venture Partners. "The CipherMax product architecture, which includes integrated switching and global management, provides significant cost advantages over existing storage security appliances. This aspect gives us confidence that CipherMax is well-positioned to capture a large portion of the storage security market."

"As data storage volumes continue to grow by 50% year over year, enterprises, financial institutions, healthcare providers and storage service providers need scalable storage encryption solutions that can be managed from a central point," said Jon Oltsik, senior analyst at Enterprise Strategy Group. "CipherMax has developed a storage encryption solution with enhanced scalability & flexibility that uniquely simplifies device and key management for encrypted data."

About CipherMax

CipherMax, Inc. is the technology leader of enterprise-class storage security solutions. The CM product line has been designed to protect medium to large volumes of data on tape and disk from unauthorized viewing or tampering and address regulatory compliance relative to information confidentiality. CipherMax solution can scale from 16 to hundreds of encrypting ports, which are centrally managed through a single graphical interface. The unique CM solution also provides the convenience of remote key management and cost-effectively scales to meet the requirements of medium to large, distributed storage networks. Founded in 2000, CipherMax is headquartered in San Jose, California. CipherMax business and technical teams are from Cisco, EMC, HP, McData, NetApp and Symantec. For more information about CipherMax, visit www.ciphermaxinc.com.

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