

## Megasoft signs unprecedented multi-year, multi-million dollar ASP Agreement with US Company

**Mumbai, India, June 11, 2007:**

### **Highlights**

To provide unique global-first capabilities enabling launch of creative and flexible MVNO business plans, enhance subscriber experience and competitiveness of US MVNOs

Also makes a multi-million dollar equity investment in the US Company

Megasoft Limited (BSE CODE NO: 532408), a transnational Intellectual Property-driven, product-based technology company, today announced that its Telecom SBU XIUS has signed an unprecedented MVNO deal with US-based Keystone Wireless. Through this exclusive, multi-million, multi-year Application Service Provider (ASP) agreement, Keystone Wireless will enhance the subscriber experience and competitiveness of the US marketplace. Keystone Wireless will deploy the XIUS VOISE (Virtual Operator Integrated Services Engine) 3.0 convergent platform. Hyderabad, India based XIUS is a global leader and innovator in convergent communication solutions.

Megasoft also announced that in a separate strategically important move, it has made a multi-million dollar equity investment in Keystone Wireless and will be entitled to share revenues proportionate to their investment.

"We are particularly excited with the unique offerings that the XIUS VOISE platform will provide, allowing for some very unique business plans to be realized. This partnership allows us to support a wide range of differentiated wireless carrier and MVNE offerings – from a simple model to the most sophisticated – all tailored to address leading edge subscriber services. As a competitive GSM wireless carrier we have had to seek new technology and creative approaches to compete effectively, we are excited about the technology partnership with XIUS, said Linda Martin, Executive Vice President of Keystone Wireless.

GV Kumar, CEO of Megasoft, said, "We are very pleased about our partnership with Keystone Wireless. The company has proven itself as a highly capable operator over many years, and brings a high-quality US nationwide footprint to this MVNO offering."

Mr. Kumar added, "We see many opportunities to enable powerful GSM features that MVNO's have desired but were unable to tap into in the traditional reseller model in the US market. Additionally, we look forward to replicating this model in Europe and in Asia, and continuing to build on our commitment as a global leader in convergent communications technology".

Mike Powell, Executive Vice President of XIUS Partnerships said, "We see a revitalization of creative wireless offerings throughout North America and this partnership will allow new entrants to finally realize the full potential of their unique offerings. Keystone Wireless is a visionary carrier with solid leadership with competitive entrepreneurial experience which is an essential ingredient to understanding and building the US MVNO business."

### **About Keystone Wireless**

Keystone Wireless was established in 2004 and is controlled by a group of private investors with extensive experience in the US wireless market. Currently Keystone provides local services to several markets in central Pennsylvania and is expanding its service offering to provide MVNE support to the emerging and growing MVNO sector in the US.