

PRESS RELEASE

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NEA Invests in PortAuthority Technologies

Sees Opportunity in Information Leak Prevention Market

MENLO PARK, Calif. –September 25, 2006 – New Enterprise Associates (NEA) has led an \$18 million investment in Palo Alto-based PortAuthority Technologies, Inc., a leader in the Information Leak Prevention (ILP) market. NEA General Partner Krishna “Kittu” Kolluri will represent NEA on PortAuthority’s board of directors. Funds from the \$18 million financing will be used for sales and marketing expansion.

“PortAuthority products take a unique approach in this market,” said Kittu Kolluri. “We’re looking forward to working with this proven team of professionals, who have deep security expertise, to help companies keep data secure. NEA is proud to be a part of PortAuthority’s success.”

PortAuthority Technologies delivers security solutions that reliably and accurately control unauthorized distribution of sensitive information. The company also focuses on regulatory compliance, such as Sarbanes-Oxley (SOX), the Health Insurance Portability and Accountability Act (HIPAA), the Payment Card Industry (PCI) Data Security Standard, the Family Educational Rights and Privacy Act (FERPA), and the Gramm-Leach-Bliley Act (GLBA). With more than 27 patents pending, PortAuthority stops information leaks by continually monitoring internal and outbound communications and delivering policy enforcement, accurately and in real-time.

“We’re pleased to have Kittu and NEA as part of the PortAuthority team,” said Pete Foley, PortAuthority Technologies’ President and CEO. “Kittu’s network and depth of

entrepreneurial experience will help spur PortAuthority's market expansion. We're pleased that NEA shares our vision, and selected PortAuthority for their investment."

About PortAuthority Technologies

Palo Alto, California-based PortAuthority Technologies is the leading provider of Information Leak Prevention security solutions that reliably and accurately control the unauthorized distribution of sensitive information for data privacy, confidential information protection and true compliance. Using its patented PreciseID™ technology, PortAuthority stops information leaks by monitoring internal and outbound enterprise communications and delivering policy enforcement in real-time. PortAuthority Technologies is a privately held company backed by New Enterprise Associates, Greylock Partners, Sequoia Capital and Lexington Ventures. For more information, please visit www.portauthoritytech.com.

About NEA

New Enterprise Associates (NEA) is a leading venture capital firm focused on helping entrepreneurs create and build major new enterprises that use technology to improve the way we live, work and play. Since its founding in 1978, the firm has followed the same basic principles: support their entrepreneurs, provide an excellent return to their limited partners and practice their profession with high standards and respect. Practicing classic venture capital for 28 years, NEA focuses on investments at all stages of a company's development, from seed-stage through IPO. With approximately \$8.5 billion in committed capital, NEA's experienced management team has invested in over 500 companies, of which more than 150 have gone public and more than 200 have been acquired. NEA has offices in Reston, Virginia, Menlo Park, California and Baltimore, Maryland. For additional information, visit www.nea.com.

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