



### About Us

Digital Info Security Company (DGIF) provides customers with many affordable hosted IT solutions. E-mail archiving and compliance, Encryption, Spam filtering/virus protection, Instant Messaging archiving, Remote PC backup/file sharing, BlackBerry hosting and Web Site Hosting are just some of the solutions that DGIF offers.

Our new facility in Westminster, Colorado offers over 9,000 square feet of office space and features a state-of-the-art data center built in 2001. The data center has the capability to handle 100Mbps of incoming data, burstable to 1Gbps and can grow with our expanding customer needs. The facility is secured with an onsite backup generator and access to multiple fiber lines in effort to provide continuous service in case of outages. The data center is equipped with secure server racks, which are available for building out and leasing.

Call DGIF at 866-841-5970, option 3 for more information.

## THE CEO'S CORNER

### THE RIGHT PLACE AT THE RIGHT TIME

Great news! Digital Info Security Company is now trading on the Pink Sheets as DGIF. We have completed our merger into our subsidiary, Digital Info Security Company, a Delaware Corporation (DGIF). Next we will be doing a private placement of stock, and when that placement is completed, we will register all shares with the SEC (this summer).

It is not a requirement that the certificates in DISC Colorado be exchanged for Delaware certs. If you prefer to have a Delaware cert, our transfer agent may provide the new cert at a minimal transfer fee. After we file the registration this summer and it is approved (usually 6-8 weeks), shareholders will then be able to exchange their shares for tradable shares (mid to late summer). Integrity Stock Transfer recommends that you telephone them before you send in your certificates to notify them and answer your questions.

The entire Digital team has been working very hard for this important milestone, and we all look forward to a great future.

## JAMES CLARK: CHAIRMAN & CEO

### Transfer Agent Information

Don Maddalon  
Integrity Stock Transfer  
2920 N. Green Valley Pkwy  
Bldg. 5, Suite 527  
Henderson, NV 89014  
Phone: 877-317-7757  
Fax: 702-796-5650  
stock@integritynevada.net

### Automated Services

Being in the automated services industry gives DGIF the opportunity for quick growth and high margins. Because automated services rely on equipment, once a company has its infrastructure and equipment in place, it is easy to grow a customer base quickly while keeping costs down.

### Quick Growth

With the addition of our secure data center and other infrastructure that we have added over the last two years, we are growth-ready.

### Minimal Downside

DGIF is set to be profitable at any stage. Because we do not carry a lot of debt, we are better positioned to remain profitable. Also, because we utilize after sale manufacturing, our up front costs are very limited, allowing us to keep costs tied to our sales.

### DGIF Cost Advantage

Because we get volume discounts for licensing and we own our own data center, we are often able to offer our solutions to our customers for less than the cost of in-house solutions, making us very competitive in the market. We also have the opportunity to increase our margins with the possibility of owning software by purchasing software vendors. In addition, our 2,000 square foot data center's full revenue potential is yet to be realized.

### Growth of the Automated Services Market

The market is in a phase that will allow companies like DGIF to grow rapidly. Five years ago it was not practical to offer some of the remote services we can offer today (like RestoreRex), as there was not the communication infrastructure to support them. Today, with high speed internet and the cost of communications declining, more remote services are possible all the time. Also, with more regulations being put into place that govern electronic communications and financial record keeping, the need for these services will continue to increase.

### **DGIF Magic KeyRing Security System**

DGIF has licensed an email encryption system from CopyTele, integrating CopyTele encryption technology into DGIF's secure e-mail services. The system, CopyTele Model DCS-2200, is intended to allow companies to encrypt all e-mail transactions, transparent to the individual user. The system was developed jointly by CopyTele and DGIF. The product leverages CopyTele's state-of-the-art technology to differentiate DGIF's Encryption solution software.

DGIF is poised to provide a unique, comprehensive solution to hospitals and associated offices that is offered by no other competitors. The synergy between CopyTele's exemplary encryption system and DGIF's competitive hosting service provides a product that will ensure the safety of corporate and private e-mail and other communications.

### **DGIF's RestoreRex**

DGIF is promoting easy to implement remote PC backup solutions. With DGIF's easy to use web interface, users can store and backup individual files with a couple clicks of the mouse. DGIF also offers a bare metal backup whereby the entire contents of a PC or server can be stored. With our large data center, the cost of providing real time remote and redundant backup is often less expensive than most companies can implement onsite.

Call DGIF at 866-841-5970, option 3 for more information.

## PRESS RELEASE— DISC ANNOUNCES MERGER

Digital Info Security Co, Inc. (DISC), a Colorado corporation, is pleased to announce a reverse merger with Digital Info Security Company, a Delaware corporation, which is trading as DGIF on the Pink Sheets and as DGIF.PK on Yahoo.

Digital Info Security Company (DGIF) provides secure hosted Email Archiving, Email Surveillance, Spam Filtering and Virus Protection, Encryption, Instant Message Archiving, Remote Backup and Restoration, Colocation, BlackBerry Hosting and Website Hosting.

Digital of Colorado purchased an email archiving

company in April 2005. DGIF has since expanded its infrastructure to include a state-of-the-art data center that is equipped with secure colocation racks. Our management has many years of experience in internet security, SEC, HIPAA and other regulatory compliance solutions.

Safe Harbor Statement: Matters discussed in this press release contain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. When used in this press release, the words "anticipate," "believe," "estimate," "may," "intend," "expect," and similar expressions identify such forward-looking statements. Actual results,

performance or achievements could differ materially from those contemplated, expressed or implied by the forward-looking statements contained herein. These forward-looking statements are based largely on the expectations of the Company and are subject to a number of risks and uncertainties. These include, but are not limited to, risks and uncertainties associated with: the impact of economic, competitive and other factors affecting the Company and its operations, markets, product, and distributor performance, the impact on the national and local economies resulting from terrorist actions, and U.S. actions subsequently, and other factors detailed in reports filed by the Company.

## DEPARTMENT HIGHLIGHTS

DGIF would like to welcome two new members to the team, Shelley Bolesta and Shane Caven.

Shelley Bolesta comes to DGIF with a background in communications and marketing. She has a B.A. in Public Relations from CSU, and did public relations for Sun Microsystems Storage.

While in college, Shelley also did marketing and event

planning, and was the Co-Director for the PRSSA student-run public relations firm.

Shelley will be assisting DGIF in our marketing efforts.

Shane Caven received a B.A. in Economics from the University of Northern Colorado.

Shane was the Business Relations Coordinator for the world-wide student

organization SIFE at UNC.

Shane has many years of sales experience with Lifestyles Singles Club in Denver, CO and with American Tree in Golden, CO.

Shane will be selling DGIF's many hosted ASP solutions to clients in the Midwest and assisting in creating DGIF's sales training program. He will also be coordinating our media relations efforts.

## PRODUCT UPDATE: RESTOREREX

DGIF's RestoreRex product, announced last quarter, has been a steady growth product for us. Because of the popularity of RestoreRex, we have created a website just for this product. Now it is even easier to download the software with the option of

downloading from the website or a CD. DGIF has also improved the RestoreRex installation guide for ease of use.

We have proven to be in tune with customer needs, as some customer requests for enhance-

ments have already been incorporated into revisions of the product. We continue to receive positive feedback from our clients on this product.

**New RestoreRex website:  
[www.restorerex.com](http://www.restorerex.com)**

## DGIF LATEST OFFERING— MAGIC KEYPING SECURITY SYSTEM

As DGIF moves forward in becoming the digital leader in outsourced IT solutions, we are proud to add our new automated encryption solution, Magic KeyRing Security System, to our portfolio. Magic KeyRing will offer clients in the medical and other industries an automated encryption solution to protect client and critical business information from those who might have access to confidential information through accidental or illegal means.

The creation of Magic KeyRing came about through a meeting with James Clark, DGIF's CEO, and Denis Krusos of CopyTele. After an introduction through a common friend, James and Denis started talking about combining CopyTele's state-of-the-art encryption program used by Boeing and other defense contractors, with Mr. Clark's patent pending automation technology. The synergy has produced a hosted solution that will automatically encrypt any email that is sent. This will increase compliance because the process is performed when the "Send" button is pressed.

In the past, if someone wanted to encrypt an email, they would have to first find out the recipient's encryption key, and then perform a task to activate the encryption process, such as hitting the F10 key, or some other task. Encrypting a message can be ignored or forgotten if the sender is in a

hurry. Magic KeyRing's patent pending process keeps one set of keys on the server with all the destination keys.

Magic KeyRing performs the encryption in the background when the sender hits the "Send" button to transmit an email. Magic KeyRing will automatically encrypt the email before sending it out, decrypt the email at our DGIF server where it is archived for compliance purposes, then encrypt the email with a new encryption key and send it off to the recipient, where it is decrypted automatically by Magic KeyRing for the recipient. If implemented properly, Magic KeyRing can ensure 100% compliance and give you peace of mind.

The Magic KeyRing Security System only takes a few minutes to install on a PC and integrates seamlessly into the sender's MS Outlook program. There is no training required.

Magic KeyRing utilizes a 128-bit Public Key, ensuring greater security by dissuading those who might be able to intercept an email from attempting to open it. According to Microsoft, it would take a computer 200 years to crack a 128-bit encryption code running MIPS (Millions of instructions per second).

Magic KeyRing can also cut down on mistakes that might cause embarrassment or the possibility of lawsuits. Magic KeyRing gives you the options

of locking out users from sending unencrypted emails outside of their networks and sending attachments as encrypted only. We also give you the option to block emails from traveling out of your network to an unregistered user.

Magic KeyRing is the only solution on the market that archives the email in the clear for the purpose of e-discovery. The Supreme Court ruling in December states that any company that could be involved in litigation needs to archive their emails and have them easily accessible. DGIF's email solution not only makes emails searchable by sender, receiver, date, etc., but also gives the client the ability to monitor all emails within their network for legal purposes.

Magic KeyRing will also lower the cost of email encryption. You will spend less money per employee with our outsourced solution. You will not have to allocate financial resources for hardware, software, yearly maintenance agreements, additional bandwidth, or additional IT staffing. As a hosted applications service provider, our highly trained IT staff manages the hardware and software for you.

The cost of email hosting, virus and spam filtering, encryption, and archiving may have little or no cost difference compared to your existing system.

### DGIF Email Archiving Services

DGIF's Email Archiving and Compliance solution ensures that customers are in regulatory compliance with SEC, NASD, HIPAA, Sarbanes Oxley and other legislation. DGIF products help companies lower the risk of lawsuits (harassment, discrimination, etc.), discourage illegal or regulation-violating activities, provide cost savings by reducing hours required for review of electronic messages, and help decrease storage costs associated with archived messages. Additional cost savings are also realized by the reduction or elimination of fines for non-compliance and illegal activity.

The recent US Government requirements in both the securities and medical industries have put a strain on the IT departments of many institutions. Since many small companies do not have IT departments, an attractive solution is to outsource. Because DGIF owns its own data facility, we are able to provide very affordable and reliable solutions to meet these requirements.

### Other DGIF Services

These and other DGIF services are innovative, economical, and flexible to meet customer needs.

Call DGIF at 866-841-5970, option 3 for more information.



11030 Circle Point Road, Suite 100  
Westminster, CO 80020

Phone: 303-865-8300  
Fax: 303-865-8304  
Toll Free: 866-841-5970

---

Check us out on the Web:  
[www.disecurityco.com](http://www.disecurityco.com)  
[www.restorerex.com](http://www.restorerex.com)

---

## Stress Free IT Outsourcing Solutions

---

### DGIF TODAY — FIRST QUARTER UPDATE



Our Secure Data Center has the capability to handle 100Mbps of incoming data, burstable to 1Gbps and can grow with our expanding customer needs.

- DGIF is proud to announce the addition of 19 customers in the first quarter.
  - New legislation is opening more doors for us as more businesses are becoming involved. We are following this, and are strengthening our position in the marketplace by doing the very basic things right.
  - First, we have the right products and services to meet the requirements.
  - Second, we have the right people to sell and service our quality solutions.
  - Third, we are priced at, below, or well below our competitors.
-