

AISoftw@re SpA Announces the Acquisition Through INFUSION S.p.A of 15,79% of Tiltan Geosim System Ltd

Milan, 26th July 2000

INFUSION S.p.A., its financial vehicle for minority participation, of 15,79% interest in the share capital of the Israeli company, Tiltan Geosim Systems Ltd, established as a spin-off company of Tiltan Systems Engineering Ltd. The value of this transaction, made through a capital increase, is USD 1.5 million.

INFUSION S.p.A. has also a commitment to purchase, on its own, or for the account of another company or a financial institution to be named, further interest in Tiltan Geosim Systems Ltd, prior to 28th December 2000 for a price of USD 3.5 millions, so as to raise the aggregate interest to 39,46%. Another Tiltan Geosim's major shareholder is Argotek Ltd, wholly owned by FORMULA Group (NASDAQ-FORTY), one of the largest Israeli software companies. The remaining shares are held by the management and the key employees of the company.

Tiltan Geosim has developed a proprietary technology for the automation of the process of 3 dimensional terrain modelling from satellite and airborne images. This technology will be applied for creation of very high resolution 3D models of cities and special locations to be accessed through broad band Internet.

"The international investment in the Israeli R&D company, Tiltan Geosim" - said Prof. Francesco Gardin CEO of AISoftw@re and Infusion - "represents an important step in Infusion's strategy to focus on top class technologies for creation and delivery of unique contents and services on Internet".

"AISoftw@re will play an important role, as a technology partner in the project"- continues Mr Gardin - "supporting Tiltan Geosim in the development of 3D Internet browsers, scalable application servers and in the design of international and domestic portals".

"INFUSION"- continues Mr. Gardin - "will also assist Tiltan Geosim in creating a network of international companies dedicated to the development of the domestic city models as well as commercial exploitation of these models".

"3D contents to be created by Tiltan Geosim and its business partners will support many exciting Web applications" - said Dr. Victor Shenkar the company's Founder and CEO - "quickly growing unique asset base and huge competitive advantage".

AISoftw@re

AISoftw@re SpA founded in 1983 and with a consolidated value of production in 1999 of Euros 11,882 million - is a company specialised in the development of decision-supporting knowledge processing and data intelligence technologically innovative Internet and Intranet solutions. Its technical expertise in proprietary products distributed on reference markets positions AISoftw@re as a leading company in medical imaging, communications & networking, and financialmarket software solutions.

AISoftw@re has been listed on Easdaq since 23rd November 1999 and has started a program of growth based on both acquisitions and equity investments in software companies working in the area of Internet applications development, and international expansion.

Tiltan Geosim

The company has been incorporated in Israel, and operated as spin-off company of Tiltan Systems Engineering Ltd (TSE).

TSE was founded over five years ago by a group of technical experts who served as senior officers in the Israeli Air Force.

The company's mission is three-fold:

- to create a cost-effective environment for precise and complete 3D terrain modelling.
- to produce (and/or help producing) such 3D terrain models for major cities around the world and for other well-known landmark locations, to integrate them with relevant engineering, demographic and business or e-commerce data, and to market them as digital contents to professional users.
- to establish and operate a Web site (so-called Virtual Cities on the Web) that will provide a multi-user, Internet-based access and visualisation of such data, supporting a variety of their applications.

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