



**Citilog raises third round of financing
to accelerate growth**

Paris, France – February 8th 2005 – Citilog, a designer of software solutions for real-time video analysis, announces it has just closed its third round of financing of EUR 4,2 Million. The amount is provided by a consortium led by TechFund Capital Europe, along with CDC Entreprises Innovations, Siparex, and 123MultiNova, and will be used to support significant growth in company's revenues, and develop international sales channels.

« This round will allow us to finance the rapid growth of our activity, especially on international markets » says Samuel Sellam, Citilog's Chairman, CEO and founder, *« we already address various large opportunities in the US and Asian markets »*.

Citilog was founded in 1997 as a spin-off from the French Research Institute on Transportation and Security (INRETS). The company developed a unique expertise in the field of automatic incident detection for road traffic, especially in complex infrastructure environments such as tunnels, bridges or highways segments. The major customers are infrastructure operators whose security needs are continually increasing. Citilog provides a complete solution for real-time analysis of all images collected from the cameras displayed along the secured path, and the automatic detection of anomalies and incidents: vehicles stopped or in trouble, odd trajectories, etc. The system is already running in over a hundred sites worldwide : Mont-Blanc, Somport and Shangai tunnels, highways in France and Belgium, Lisbon and Ontario bridges ... 2004 company revenues exceeded EUR 4 Million and the company anticipates accelerated growth in 2005 as the company begins to serve new customers such as New York City tunnels and others.

The fundraising will also allow to explore new markets where Citilog technology can add value, notably for designing security solutions of public or highly sensitive areas. *« Citilog has a significant development potential towards new security markets worldwide, at a time large budgets are dedicated to innovative security solutions »* adds Jean-Michel Barbier, Managing Partner of TechFund Capital Europe.

The company is headquartered in Paris, with a branch office in Philadelphia, USA. Total staff is of 27 today.

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About TechFund Capital Europe

TechFund Capital Europe is a venture capital firm focusing on emerging technology companies in Europe. TechFund leverages many years of partnership experience between major corporations, start-ups and VC funds to accelerate the development and growth of disruptive technology companies in the digital media and energy sectors. TechFund brings its network of strategic partners including EDF, Thales Group, Thomson, and TechFund Capital, its California sister fund, to proactively assist its portfolio companies in their development. TechFund Capital Europe is headquartered in Paris and invests primarily in France and Germany.

www.techfundcapitaleurope.com

About CDC Entreprises Innovation

CDC Entreprises Innovation, subsidiary of CDC Entreprises - the dedicated private equity branch of Caisse des depots et consignations -, is a leading French VC Management Company, investing in biotechnology, healthcare and all high tech fields (software, telecoms...). CDC Entreprises Innovation manages over EUR 426 Million of assets, and invests mainly in Continental Europe at all stages. CDC Entreprises Innovation is a team of 11 professionals who have been investing in over 80 companies since 1996.

www.cdcentreprises.fr

About Siparex Ventures

Venture capital accounts for 30% of the assets under management by Sigefi Private Equity, the management company of the Siparex Group (EUR 827 Million). This business was first undertaken in the United States, 17 years ago, and then in France, where the Group manages investments made primarily in the fields of information technology, the life sciences, and security. Siparex Ventures manages 11 "FCPI" innovation funds for such highly reputed establishments as Crédit Agricole Asset Management, Banque SanPaolo, Financière Meeschaert, ING Ferri, Oddo Asset Management. The management team, located in Paris, Lyon, and San Mateo (CA), comprises 11 investment professionals, some of whom have more than 15 years experience in venture capital and a French-American culture.

www.siparex.com

About 123 Venture

123Venture is an independent management company, authorised and regulated by the AMF, specialized in European private equity funds dedicated to retail investors. Each fund gives a unique access to five seasoned managers instead of one for most of retail funds.

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