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Paragon Software and Xandros Shatters File Barriers within a Multi-platform Framework

Paragon Universal File System Technology Empowers Xandros Desktop Users to Save Music, Photos, and Documents to Windows Machines

June XX, 2006. Buggingen, Germany and NEW YORK, NY —Paragon Software Group, the leading provider of innovative software solutions in storage management and data safety and Xandros, the leading provider of easy-to-use Linux alternatives to Windows desktop and server products, today announced that Paragon's "NTFS for Linux" is shipping with the upcoming Xandros desktop release. Paragon Software's technology easily overcomes the barrier to transparent to transparent file sharing within a multi-platform framework. Xandros users will now be able to edit and save their music, photos and documents to shared folders on any Windows or Mac PC.

"Xandros has always been the leader in providing seamless compatibility between Windows and Linux desktops. We are extremely pleased to be able to contribute to the only desktop solution that bridges the file gap between the two systems," said Konstantin Komarov, CEO of Paragon Software Group. "We are especially pleased to see our technology being put to use in the home computer space, where many households are experimenting with Linux on their second or third machine."

"Xandros users could always view files on Windows machines and copy them to Xandros. Now with the integrated Paragon file system technology, they can easily edit and save files to Windows as well," said Andreas Typaldos, Xandros CEO. "This makes Xandros the first Linux distribution to really allow true coexistence between the Windows and Linux, which is huge in practical terms when you're collaborating in a typical mixed environment.

As an applied example, a user can upgrade a PC from XP to Xandros and continue to read and write files on the previous Windows partition as before". Features, pricing, and availability of the new line of Xandros Desktops, designed to enhance the consumer's digital life, will be announced shortly.

About Paragon Software Group

Paragon Software Group (PSG) is a German based company founded in 1994, with offices in USA, Germany, and Russia. Paragon Software Group is also active in Asian markets. PSG's products and services include System Technology (storage management and data safety), Smart Handheld Devices (dictionaries, games, utilities and handwriting recognition for SHD), Epocware (software for

Symbian platform), Intelware (internet related software development). For additional information please contact us at www.paragon-software.com.

About Xandros

Founded in 2001 with headquarters in New York, offices in Frankfurt and Mumbai, and research and development facilities in Ottawa, Xandros, Inc. is the leading provider of easy-to-use Linux alternatives to Windows. Its Debian-based products range from standalone consumer desktops to end-to-end enterprise desktop, server, and management solutions featuring workflow automation and centralized, remote administration. Xandros pioneered low cost, graphical operating systems that leverage existing skill sets and provide seamless compatibility with Microsoft Windows programs and networks. For more information, please visit www.xandros.com.

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