

FOR IMMEDIATE RELEASE

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PsiNaptic Inc. Announces Proposed Private Placement of Common Shares

Calgary, Alberta, March 2, 2006 – PsiNaptic Inc. (the "Corporation") is pleased to announce that, subject to the approval of the TSX Venture Exchange (the "Exchange"), it intends to complete a private placement of up to 2,000,000 common shares ("Shares") of the Corporation at a price of \$0.15 per Share, for gross proceeds to the Corporation of \$300,000.00. The proceeds of this offering will be used for general working capital purposes.

The Shares sold pursuant to this offering will be subject to a hold period of four months and a day from the date of closing, currently anticipated to be on or about March 13, 2006.

PsiNaptic markets technologies that enable electronic devices such as cell phones to find and interact with other electronic devices with no human intervention. Unlike other common technologies where the software drivers need to be pre-installed on both devices before data files can be exchanged, PsiNaptic's technology uses dynamic software whereby one device temporarily transfers its software drivers to another device where and when needed. PsiNaptic solutions operate on multiple platforms, across various networks including Bluetooth and WiFi and in all environments. With PsiNaptic technologies, networks of intelligent objects can dynamically exchange information and services on a single protocol, independent of how the underlying hardware or software is configured and/or managed.

For further information, please contact Aaron Dagan, President and CEO or Morris Bleviss, CFO by telephone at 403-720-2531, by fax at 403-720-2537 or by e-mail adagan@psinaptic.com or mbleviss@psinaptic.com, or visit our website at www.psinaptic.com.

Statements in this release which describe the Company's intentions, expectations or predictions, or which relate to matters that are not historical facts are forward-looking statements. These forward-looking statements involve known and unknown risks and uncertainties which may cause the actual results, performances or achievements of the Corporation to be materially different from any future results, performances or achievements expressed in or implied by such forward-looking statements. The Company may update or revise any forward-looking statements, whether as a result of new information, future events or changing market and business conditions.

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy and accuracy of this release.