

FOR IMMEDIATE RELEASE

PsiNaptic Inc. Announces Closing of Common Share Offering

Calgary, Alberta, March 13, 2006 – PsiNaptic Inc. (the "Corporation") is pleased to announce the closing, subject to receipt of final approval from the TSX Venture Exchange (the "Exchange"), of a private placement of 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. The proceeds of this offering will be used for general working capital purposes.

Hatim Zaghloul, deemed to be a related party pursuant to Policy 5.9 *Insider Bids, Issuer Bids, Going Private Transactions and Related Party Transactions* of the Exchange ("Policy 5.9") and Ontario Securities Rule 61-501 together with the companion policy ("Rule 61-501"), which are incorporated by reference into Policy 5.9, because he owns over 10% of the issued and outstanding common shares of the Corporation, acquired 130,000 Shares (less than 2% of the issued and outstanding common shares) under this private placement. As a result, the Corporation must comply with Policy 5.9 and Rule 61-501. The relevant exemption from the formal valuation requirement and minority approval requirement is "Fair Market Value Not More than 25% of Market Capitalization" (pursuant to clauses 5.5.2 and 5.7.2).

The Shares sold pursuant to this offering will be subject to a hold period expiring July 14, 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 transfer 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.