

Government of Canada supports innovative research and development Projects in Kelowna

October 14, Kelowna, British Columbia — Ron Cannan, Member of Parliament for Kelowna – Lake Country, on behalf of the Honourable Gary Goodyear, Minister of State (Science and Technology), today announced contributions to Vineyard Networks and VeriCorder Technologies Inc. under the National Research Council of Canada Industrial Research Assistance Program (NRC-IRAP).

Funding in the amounts of \$500,000 for Vineyard Networks and \$250,000 for Vericorder Technology Inc. will support the Kelowna-based companies in developing their technologies. Both are located in the ORIC Kelowna Innovation Centre, a high-tech incubator that helps companies launch innovative new technologies

"Our government is committed to building a competitive advantage for the Canadian private sector and supports these leading-edge technology solutions," said Mr. Cannan. "The Government of Canada is investing in science and technology to create jobs, strengthen the economy and improve Canadians' quality of life."

"Investing in science and technology is critical for developing highly skilled people and improving the long-term competitiveness of Canadian firms," said NRC President Dr. Pierre Coulombe. "That's why NRC-IRAP is helping innovative Canadian businesses like Vineyard Networks and VeriCorder Technology Inc. grow stronger, faster and larger."

"We are very pleased to announce this agreement with NRC-IRAP," said Jason Richards, CEO of Vineyard Networks. "This is solid testament to the commitment of the Canadian Federal Government to growing the technology industry in Canada. This program will be a key factor in our continued success and ability to grow our team with top industry talent."

"We are absolutely thrilled by this agreement with the NRC-IRAP program," said Gary Symons, President and CEO of VeriCorder Technology. "As a result of this funding, our company is producing products, we've landed several big clients, and we are already hiring new people. In my opinion, funding in new technology companies by IRAP is the single best way to create new and lasting jobs, and to diversify our economy for the future."

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For more information please see the attached background materials, visit NRC-IRAP's Web site <http://www.nrc-cnrc.gc.ca/eng/ibp/irap.html> or contact:

Ron Cannan
Member of Parliament
Kelowna – Lake Country
Tel.: 250- 470-5075
ron@cannan.ca

Gary Toft
Director of Communications
Office of the Honourable Gary Goodyear
Minister of State (Science and
Technology)
Tel.: 613-943-7599

Backgrounder

About NRC and NRC-IRAP

The NRC Industrial Research Assistance Program (NRC-IRAP) provides a range of both technical and business-oriented advisory services along with necessary financial support to qualified innovative Canadian small- and medium-sized enterprises.

The program is delivered by a field staff of 240 professionals in more than 100 communities across Canada. NRC-IRAP is committed to working with small- and medium-sized enterprises while they realize their full potential, turning knowledge and innovation into strategic opportunities, jobs and prosperity for all Canadians.

The Government of Canada's Economic Action Plan has provided new resources of \$200 million to NRC-IRAP over the next two years to support innovative Canadian firms. To learn more about Canada's Economic Action Plan, visit www.actionplan.gc.ca.

About Vineyard Networks

Vineyard Networks builds innovative technologies and solutions that bring Network Monitoring and Management solutions to small- and medium-sized enterprise companies around the world. Vineyard Networks creates leading edge solutions for their customers that enable them to quickly identify and resolve network and application performance issues across the entire organization while simultaneously limiting the impact of recreational network activity. The solutions from Vineyard Networks increase company productivity while reducing and controlling runaway IT capital and operational costs.

About VeriCorder Technologies Inc.

VeriCorder produces software and hardware for mobile wireless platforms (such as smart phones), primarily geared toward audio and video production. The company also specializes in creating web media solutions for media companies, podcasters, vloggers and bloggers.

Okanagan Research & Innovation Centre - ORIC

The mission of ORIC is to create high-tech jobs and sustainable economic value for the Okanagan Valley and beyond. ORIC and its client companies have access to the extensive equipment and know-how of NRC's world-class facility for radio astronomy: the NRC Dominion Radio Astrophysical Observatory near Penticton.