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eRAD, Inc. Posts Record Quarter

Greenville, South Carolina – October 5, 2007 – eRAD, Inc., a leading provider of radiology workflow solutions, has recorded its highest quarterly revenues in the eight year history of the company. Posted results are for the quarter ending September 30, 2007. eRAD, Inc. is a privately held company and does not publicly report financial details.

In February 2007, eRAD tragically lost founder and CEO Peter J. Karoly who perished in the crash of his private aircraft. Since then, eRAD has announced both a financial restructuring of the company as well as strengthening its sales force by adding veteran industry executives to the management team.

eRAD President, Roy Miller, said, "We credit this outstanding third quarter performance to our customers, our employees and our PACS resellers. Many of our nearly two hundred customers have experienced growth in their businesses which, together with the many customers who have taken advantage of our tools for increased productivity, generate business for eRAD."

The financial restructuring of eRAD reported in June of 2007 included offering of additional shares to the then existing shareholders as well as to key employees. Miller expanded on this prior announcement by saying, "More than fifty individuals currently hold shares in the company, and I am delighted that approximately fifty percent of eRAD employees are now shareholders. This vested interest reinforces our personal commitment to the products and to customer service."

eRAD reaches customers in the United States through a combination of direct and reseller channels. The eRAD PACS resellers often have long standing customer relationships in specific locations, and often provide a number of products and services. During the past several months, eRAD has made a concerted effort to reinforce reseller agreements and to certify new resellers in uncovered geographies. Frank Baker, VP of Channel Sales Management for eRAD commented, "We are supporting our resellers intensely, and we let our resellers' customers know that we stand together with the reseller on each and every installation."

Miller concluded, "As a founder of eRAD, I have always been proud of the PACS technology we have developed and the way it has been received. This recent success is validation of our company and of our business model. I am especially proud that it could be accomplished during the same year that brought so much change to eRAD."

About eRAD

eRAD® and Image Medical® were founded separately in 1999 and merged in 2001. eRAD offers a standards-based, web-centric image management solution using leading-edge technology. eRAD PACS web-accessible archive, and workflow solutions are installed in over two-hundred customer sites throughout the USA. eRAD's PACS and RIS solutions integrate full-featured RIS/PACS and image management with workflow tools for hospitals, clinics, imaging centers and physician practices. For more information, visit www.eradPACS.com.

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