



**CAPE SYSTEMS RELEASES VERSION 2.05 OF ITS CAPE PACK
PACKAGING DESIGN AND PALLET MAPPING SOFTWARE
Must Have Product for Many Companies**

South Plainfield, New Jersey (December 7, 2005) – CAPE Systems Group, Inc. (OTCBB:CYSG), a leading provider of software technology for packaging design, RFID asset tracking, pallet optimization, inventory and warehouse management, supply chain execution and order fulfilment, today announced the release of Version 2.05 of its industry leading software product, CAPE PACK™, which optimizes packaging design and pallet utilization. This release is available in English, French, German, Italian and Spanish. This product is a must have tool for any company in the world which ships products in cartons, cases and pallets.

CAPE PACK Release 2.05, among other things, allows a user to design or modify pallet base styles using realistic looking pallets rather than using pallet blocks or requesting new pallet styles from CAPE's customer services. This release makes the graphics and data in CAPE PACK accessible to colleagues, customers and suppliers by creating packaging/palletizing specifications as web pages which can be viewed any time anywhere over the Internet. Importantly, this release builds in the ability to automatically compare the financial implications of different solutions. The software further allows a user to select pallet base styles graphically from a group of thumbnail pictures. To enhance decision making, a user can view all pallet pattern solutions together on one screen and choose the best at a glance. Finally, Release 2.05 allows a user to add horizontal corner posts or top boards in the on-screen graphics to build realistic pallet loads.

CAPE PACK V2.05 includes a number of new import and export capabilities that help streamline data input and improve system integration functionality. Product and bundle databases allow users to import and easily use product information in program analyses, thus reducing manual and repeat data entry. Exporting data in standard and now XML formats has enhanced the method of sharing packaging specification information with other systems, such as SAP.

Peter Ayling, CAPE's Vice President for Worldwide Marketing, commented, "This latest release 2.05 of our award winning CAPE PACK product is the result of listening to our customer's needs and responding to them in innovative and easy to use ways. CAPE PACK 2.05 puts us even farther out in front of the competition and provides our customers with the tools they need to remain competitive."

For more product information contact sales@cape.com.

About CAPE Systems

CAPE Systems is an international provider of supply chain management technologies. CAPE Systems offers a comprehensive range of software systems and tools, from packaging and pallet optimization software, to integrated warehouse and inventory management solutions, pick-to-light systems, RFID asset tracking and transportation management systems for enterprise wide and collaborative supply chain optimization. For more information about CAPE visit: www.capesystems.com.

Safe Harbor

Statements about the company's future expectations, including future revenue and earnings and all other statements in this press release, other than historical facts, are "forward-looking" statements and are made pursuant to safe harbor provisions of the Securities Litigation Reform Act of 1995. Such forward-looking statements involve risks and uncertainties and are subject to change at any time. The company's actual results could differ materially from expected results. In reflecting subsequent events or circumstances, the company undertakes no obligation to update forward-looking statements.

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