

Message from the CEO - 2008

To Our Valued Customers and Partners:

2008 was a very exciting but challenging year for SutiSoft! Our product development teams did an outstanding job in delivering “Best in Class” products to the marketplace, but the economy played a major role in adopting those next generation solutions. The economic dislocations continue to play a major role in businesses and everyone’s daily life, but the management team at SutiSoft stayed focused on our objectives and achieved a majority of our goals set for 2008.

SutiExpense™

SutiSoft announced SutiExpense™ 1.0 in February 2008 and the product was very well received by all Enterprise and SMB Markets. The VOC/VOP allowed our development teams to improve the solution during the first half of the year and we were able to release SutiExpense™ 2.0, our Total “Book to Pay”™ solution during the 4th Quarter.

During the year, the Sales and Marketing Team joined forces with strategic partners in the travel industry – Rearden Commerce, Egencia (a division of Expedia.com), Sabre, TripIT, TravelPort, Cain and etc Travel. These partnerships allowed SutiSoft to integrate our expense tool with the partner’s front end booking tool offering an integrated solution to the customer. However, at the same time, SutiSoft also developed partnerships with Paychex and Intuit/Quickbooks, allowing for financial integration on the back end.

In addition, we released our Japanese Version of the SutiExpense™ Solution which integrated the Japanese financial tools – OBIC, all scheduled Rail Systems – Ekitan and finally the prepaid card system - Felica. The first Total solution of its class to hit the market in Japan!

SutiSign™

During the second half of the calendar year, SutiSoft released SutiSign™ 1.0, an electronic signature approval solution for the Enterprise Class Market as well as a Professional Edition, which address the SMB community as a web based solution. The E-signature tool adds to list of **GREEN Products** that SutiSoft is delivering to the marketplace, allowing companies to reduce the overall cost in OPEX spend, shipping costs and other costs associated with a manual approval process. In the 4th quarter, SutiSoft released SutiSign™ 2.0 with an enhanced UI and feature set that was driven by VOC and VOP.

Secured BioPass™

SutiSoft also delivered a “Best-in-Class” BioMetric Fingerprint Authentication Solution to the market in 2008 – Secured BioPass™. The solution is an Enterprise Class Solution that fully integrates with any Identity Management Solution. Also, the product is offered as a security option with SutiSign™ and SutiExpense™ to enable the highest level of security and approval in the marketplace. The product is currently under qualification at a number of Fortune 500 companies.

Also in the 4th quarter of calendar year 2008, Sutisoft was able to deliver a Japanese Version of the solution to Toshiba, a trusted and valued partner in Japan. Toshiba is strategizing to deliver and deploy the solutions to many Tier 1 customers in Japan.

SutiCRM™

In the first quarter of 2008, the company announced the release of SutiCRM™ 2.0 which has a fully integrated Revenue Forecast built in to the solution. A free version of the Solution was launched to the public in August, allowing new customers and partners to experience the Simple, Secure and Scalable Solutions offered by Sutisoft which seamlessly integrate with our SutiERP™, which will be released in 2009.

Mobile Ready!

In 2009, one of our major goals will be to ensure that all of our software solutions are Smart Phone enabled. In addition, the development teams are working on specific applications for the iPhone™ and BlackBerry RIM™ enabling our SutiSign™, SutiExpense™ and SutiCRM™ Solutions.

Customers and Partners

Our Partner and Customer base continues to expand significantly and Sutisoft will be deploying a Partner Portal, which will allow us to share in Best Practices, VOC/VOP as a community and enable technology sharing with the release of our API's and SDK's. The plan is to fully launch the Portal by the end of calendar year 2009.

InfoBrain

During 2008, Sutisoft's development Partner, InfoBrain Technologies Pvt, LTD, in Hyderabad, India has grown over 40 percent in headcount. The Company has assembled an excellent software development team and received certification and the award of ISO9002 during the calendar year.

Sutisoft enjoyed working hard with our customers and partners during 2008. We are planning to provide even better service, support and execution during 2009. Again, we would like to thank all of our partners and customers for their support during 2008 and wish everyone a successful and prosperous 2009.

Sincerely,

N.D Reddy

Chairman and CEO

Sutisoft Inc