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ZF Micro Signs Agreement with Chip 1 Exchange to Distribute ZFx86 PC-on-a-Chip

Palo Alto, California, January 28, 2008: ZF Micro Solutions has entered into an agreement with Chip 1 Exchange, USA Inc. to act as its representative and distributor world-wide.

Announcing the deal with ZF Micro, Peter Krauss, President of Chip 1 Exchange USA, said, "Chip 1 is extremely pleased to be distributing the ZFx86 single chip PC. The ZFx86 technology is amazing, offering solution designers a fully integrated 1-watt PC on a chip, without sacrificing x86 compatibility, flexibility and reliability. OEMs needing a cost effective alternative to multi-chip embedded PC solutions will be impressed with the speed with which they can bring a new design to production. The product line fits well into our portfolio of products and provides synergies with many of our customers. We are excited to utilize our world-wide resources to bring ZF products to new and existing customers."

Commenting after the signing, David Feldman, ZF Micro Solutions' President said, "ZF recognizes the value of Chip 1's "can-do" attitude and willingness to go the extra mile in providing a full service approach to materials procurement." Feldman added, "Based on their successful track record of supporting OEM and EMS customers on a worldwide basis I am confident that Chip 1 has the infrastructure and materials management expertise to meet the technical and commercial needs of our customer base."

About ZFx86 PC-on-a-Chip
The ZFx86 is an x86 System-on-a-Chip incorporating 486 motherboard functionality in a single device. It runs a wide variety of operating systems including DOS, Linux, Windows 95/98/NT/CE and most Real-Time systems natively and is bundled with the ZF Embedded BIOS so OEMs do not have to pay BIOS license fees or incur expensive and time-consuming BIOS ports. At less than 1W it is the lowest power x86 embedded controller available. The patented ZF FailSafe System makes it the only x86 System-on-a-Chip that boots autonomously on power-up and can operate even if all system software has been destroyed or corrupted. It is the ideal End-Of-Life Replacement for 386 or 486 products other manufacturers have recently discontinued eliminating the need to re-write or re-validate code that is debugged and functional.

About ZF Micro Solutions

ZF Micro Solutions is a privately held company founded by David Feldman, the creator of the PC/104 IEEE standard and the 5¼ inch EBX form factor embedded Single Board Computer. ZF Micro Solutions is headquartered in Palo Alto, California.

About Chip 1 Exchange

Chip 1 Exchange is a stocking distributor for electronic components founded in 2001. We are the reciprocal link between OEMs, contract manufacturing companies and worldwide distributors of components. Chip 1 is ISO 9001:2000 certified for its quality management systems and is ESD Compliant with offices in Germany, Dubai, Shenzhen, China, Hong Kong, and the USA.

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