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Successful completion of INSIDE Secure's share capital increase

€5.2 million have been raised, with a total demand of approximately €10.5 million and a subscription rate of 203%

Aix-en-Provence, France, April 22, 2016 – INSIDE Secure (Euronext Paris: INSD), ("**INSIDE Secure**" or the "**Company**"), a leader in embedded security solutions for mobile and connected devices, announces today the success of the share capital increase with shareholders' preferential subscription rights launched on March 31, 2016 on the regulated market of Euronext in Paris (the "**Share Capital Increase**").

Total subscription orders for the Share Capital Increase amount to approximately €10.5 million, reflecting a subscription rate of 203%:

- 7,608,606 new shares were subscribed on an irreducible basis (*à titre irréductible*), representing 91.2% of the new shares to be issued;
- Subscriptions subject to reduction (*à titre réductible*) amount to 9,335,582 new shares, representing 111.9% of the new shares to be issued, and will, as a result, be satisfied only in part, *i.e.* for 736,512 new shares.

Total gross proceeds of the transaction amount to €5,173,973.16, issue premium included, corresponding to the issuance of 8,345,118 new shares at a subscription price of €0.62 per share.

Post Share Capital Increase, the Company's share capital will amount to €17,246,586.40, divided into 43,116,466 shares with a par value of €0.40 each.

Pursuant to its commitment, FPCI Jolt Targeted Opportunities, a professional fund in capital investment ("**Jolt Capital**") placed an order (i) on an irreducible basis by exercising all the 3,895,220 rights bought to Bpifrance Participations, Jolttech Capital Two, Vertex Technology Fund (III) Ltd, Vertex Israel II Fund and Vertex III Fund and the 2,964,004 rights purchased on the market to subscribe for 1,646,208 new shares, and (ii) on a reducible basis to subscribe for 530,543 new shares, *i.e.* a total of 2,176,751 new shares. Furthermore, Jolt Capital purchased on the market 603,465 shares of the Company from April 6 to April 18, 2016. As a result, Jolt Capital holds 6.8% of the Company's share capital and voting rights following the Share Capital Increase.

Bpifrance Participations remains shareholder with 5.6% of the Company's share capital and voting rights.

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The purpose of the Share Capital Increase is to support the development of the Company's activities in software and technology licensing and to allow to improve the flexibility and the financial stability of the Company notably in the context of the current strategic and operational repositioning.

The settlement and delivery as well as the admission to trading on the regulated market of Euronext in Paris of the new shares are expected to take place on April 26, 2016. The new shares will be immediately fungible with existing shares of the Company, which are already traded on Euronext regulated market in Paris, and be traded, from such date, on the same trading line as the Company's existing shares under ISIN code FR0010291245.

Natixis acted as Lead Manager and Bookrunner of the Share Capital Increase.

It is also being specified that, as announced on February 25, 2016, the Company will propose to a vote at the Ordinary and Extraordinary Shareholders' General Meeting to be held on June 8, 2016, a capital increase without shareholders' preferential subscription rights for the benefit of Jolt Capital for an amount of approximately €2 million (issue premium included).

Information available to the public

The Prospectus filed with the French *Autorité des marchés financiers* (the "AMF") under visa number 16-107 dated March 30, 2016 (the "**Prospectus**"), consists of (i) INSIDE Secure's registration document filed with the AMF on March 30, 2016 under number R.16-014 (the "**Registration Document**"), (ii) a securities note and (iii) a summary of the Prospectus (included in the securities note).

Copies of the Prospectus may be obtained free of charge at INSIDE Secure's registered office (rue de la Carrière de Bachasson - CS 70025 - Arteparc Bachasson, 13590 Meyreuil, FRANCE), on the Company's corporate website (www.insidesecond.com), on the AMF's website (www.amf-france.org).

The Company draws investors' attention to the risk factors described in pages 11 to 31 of the Registration Document, and section 2 of the securities note.

Press and investor contacts

**INSIDE Secure
Corporate communication**
Géraldine Saunière
Marcom Director
+33 (0) 4 42 905 905
gsauniere@insidefr.com

**Brunswick
Financial communication**
Jérôme Biscay,
Guillaume Le Tarnec
+33 (0) 1 53 96 83 83
INSIDE@brunswickgroup.com

**INSIDE Secure
Investor relations**
Richard Vacher Detournière
Directeur général – finances &
développement
+33 (0) 4 42 905 905
rvacherdetourniere@insidefr.com

About INSIDE Secure

INSIDE Secure (Euronext Paris FR0010291245 – INSD) provides comprehensive embedded security solutions. World-leading companies rely on INSIDE Secure's mobile security and secure transaction offerings to protect critical assets including connected devices, content, services, identity and transactions. Unmatched security expertise combined with a comprehensive range of IP, semiconductors, software and associated services gives INSIDE Secure customers a single source for advanced solutions and superior investment protection. For more information, visit www.insidesecond.com

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INSIDE Secure is eligible for “long-only” Deferred Settlement Service (SRD), for the Equity Savings Plan (PEA) and has received EnterNext’s Tech 40 label.

Disclaimer

The offer was open to the public in France following the delivery of the visa on the Prospectus by the French Autorité des marchés financiers.

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