



3619 Kennedy Road, South Plainfield, NJ 07080
telephone: 908-756-2000 facsimile: 908-756-2332 website: www.capesystems.com

FOR IMMEDIATE RELEASE

PRESS RELEASE

CAPE SYSTEMS APPOINTS NEW REPRESENTATIVE IN MEXICO

South Plainfield, New Jersey (March 1, 2007) – CAPE Systems Group, Inc., (OTCBB:CYSG), a provider of software technology for packaging design, RFID asset tracking, pallet optimization, inventory and warehouse management, and order fulfillment, announced today that it has appointed a new international representative, Grupo Empresarial Palet, to offer its full range of logistics and packaging solutions within Mexico.

Domingo Palet, General Director, of Grupo Empresarial Palet said, “We have recognized a need in this market where companies want to reduce packaging material, improve pallet efficiencies and advance with technology. We believe the CAPE PACK and TRUCKFILL programs from CAPE Systems address these needs competitively and offer a valuable solution for the market in Mexico.”

Heidi Larsen, Vice President Software Sales for CAPE Systems said, "We are extremely pleased to announce the appointment of Grupo Empresarial Palet. We believe that their program and industry knowledge along with their expertise in technology will prove very beneficial to both parties, as well as to our customers in this important market."

About Grupo Empresarial Palet

Aside from their role as a distributor of corrugated materials for packaging, Grupo offers consulting services focused in the areas of IT, Packing and Shipping. Grupo is based in Villahermosa city, in the state of Tabasco, located in Mexico's southeastern region.

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.

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.

Company Contact:

Investor Relations
908-756-2000