

SENSORY NETWORKS ANNOUNCES US\$6M SERIES B FUNDING LED BY JAFCO INVESTMENTS, DB CAPITAL PARTNERS AND TECHNOLOGY VENTURE PARTNERS

PALO ALTO, May 10, 2004 - Sensory Networks Inc., a leading developer of hardware acceleration technology for network security applications, today announced that it has successfully closed USD \$6M in Series B funding led by Jafco Investments Asia. Existing investors Technology Venture Partners and DB Capital Partners Ericsson-Deutsche Technology Fund also participated in the round.

The funds will be used to strengthen Sensory Networks' commercialization of its research and development, and accelerate the company's global sales and marketing program.

Sensory Networks' hardware acceleration technology enables security appliances, firewalls and multi-function security gateway devices to cost-effectively screen increasing network traffic against an ever expanding number of viruses and other malicious attacks. Sensory Networks' NodalCore™ technology is deployed in a variety of forms including accelerator cards and embedded motherboards, that appeal to software vendors, security appliance manufacturers and service providers. The product family includes the C Series Content Classification Accelerator and I Series Intrusion Detection Accelerator ranges.

Dan Siazon, Vice President and General Manager for Australia Investments at JAFCO Investments (Asia Pacific) said "We see Sensory Network's technology as having far-reaching implications across a wide range of networking and security products".

"2004 will be an exciting year for Sensory Networks as we successfully conclude a number of pilot programs and expand into full market deployment.", says Matt Barrie, CEO of Sensory Networks, "Sensory Networks is extremely well positioned, as we provide the strategically critical piece that Network Equipment Manufacturers and Security Application Developers need to produce next generation security products".

About Sensory Networks

Sensory Networks is a leading provider of higher performance, more accurate, deeper coverage network security products. Sensory Networks is an OEM licensing company producing a range of platforms and accelerators for Antivirus, Antispam, Content Filtering, Firewall and Intrusion Detection Systems, based on the company's patent pending NodalCore™ technology. Sensory Networks is headquartered in Palo Alto, California and performs research and development through its facilities in Sydney, Australia. Investors in Sensory Networks include JAFCO Investment (Asia Pacific), the private equity arm of Deutsche Asset Management, Technology Venture Partners and Allen & Buckeridge. For further information please visit www.sensorynetworks.com or contact:

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NOTE : Sensory Networks™ and NodalCore™ are trademarks of Sensory Networks incorporated.

About JAFCO Asia

JAFCO Investment (Asia Pacific) Ltd. ("JAFCO Asia") is a leading venture capital firm investing in promising technology enterprises with high-growth potential in the Asia-Pacific region. Incorporated in Singapore in 1990 as Nomura/JAFCO Investment (Asia) Ltd., JAFCO Asia had managed in aggregate more than US\$750 million in funds with a track record of over 270 portfolio companies and over 167 exits, of which 71 have been publicly listed. JAFCO Co. Ltd. ("JAFCO"), our listed parent company, is the pre-eminent Japanese venture capital manager with more than US\$2.5 billion committed capital worldwide. Nomura Group, JAFCO's largest shareholder, is Japan's largest securities house with 129 domestic branch offices and overseas network that combines offices in 28 countries. For more information, please visit www.jafcoasia.com.

About DB Capital Partners

DB Capital Partners is Australia's largest manager of private equity (according to the Australian Venture Capital JOURNAL October 2003) and is responsible for more than \$1.6 billion in funds, including infrastructure, on behalf of the clients of Deutsche Asset Management (Australia) Limited and Deutsche Bank itself. The DB Capital Partners team of more than 20 investment specialists is also Australia's most experienced. The team has the capacity to invest from \$2 million to over \$50 million across all industry sectors. For more information, please visit www.dbcapitalpartners.australia.db.com.

About Ericsson-Deutsche Technology Fund

Ericsson-Deutsche Technology Fund (EDTF) is managed by DB Capital Partners, the Private Equity division of Deutsche Asset Management (Australia) Limited. EDTF has been established to take advantage of the explosion in technological innovation and the creation of a new economy for today's businesses. The Fund is focused on the growth and convergence of the information technology and the

telecommunications sectors.

For more information, please visit www.edtf.australia.db.com.

About Technology Venture Partners

Technology Venture Partners (TVP) is one of Australia's largest privately owned specialist IT&C fund managers, with over \$200 million under management and investments in more than 20 Australian technology companies. Formed in 1997, TVP provides venture capital for Australian technology companies, at any stage of company development from start-up to expansion or pre-IPO. TVP has a team of 5 investment professionals and a specialist capability in early stage IT&C investing. The TVP team has a unique blend of industry entrepreneurial, management and technical expertise. For more information, please visit www.tvp.com.au.