



FOR IMMEDIATE RELEASE

RSNA Booth Number: South Building – Hall A 2996

Media Contacts:

Sung Choi
XPR, LLC
(949) 748-7000 x101
schoi@xpublicrelations.com

Hossein Pourmand
Candelis, Inc.
(949) 798-8109
hossein.pourmand@candelis.com

**Candelis Gaining Momentum in Cardiac Imaging
and Digital Mammography Markets**

New ImageGrid™ Appliance Breaks Price Barrier for PACS Implementation

CHICAGO – Nov. 27, 2006 – Candelis, Inc., an Irvine, Calif.-based medical informatics company, today announced a new series of ImageGrid™ Picture Archiving and Communication System (PACS) technology offerings to meet the growing demand for medical image and data management. The announcement by Alex Razmjoo, chief executive officer, came as the company celebrated the adoption of its ImageGrid PACS appliance by prominent medical facilities in cardiac imaging and digital mammography.

The ImageGrid is a line of Digital Imaging and Communications in Medicine (DICOM) industry-standard PACS appliances optimized for digital-image access and routing. It provides simplified image management and highly reliable storage and archive capabilities in a fully-integrated storage server platform.

Candelis' expanded technology offerings are highlighted by the next-generation ImageGrid 1500 PACS appliance coupled with supporting technology solutions – the ImageGrid View and HL7 industry-standard support for integration with Radiology Information System (RIS) and Health Information System (HIS) – and will be introduced to healthcare professionals for the first time at the 92nd Scientific Assembly and Annual Meeting of the Radiological Society of North America (RSNA) in Chicago.

Candelis Gaining Momentum in Cardiac Imaging and Digital Mammography Markets

Page 2

“Candelis has received tremendous recognition from the medical informatics community since the first introduction of the ImageGrid at RSNA 2005,” said Razmjoo. “Our install base is telling us that they are completely satisfied with the ImageGrid. For customers who operate data-intensive cardiac imaging and digital mammography modalities – the users that have the greatest need for economical image management – the ImageGrid represents a paradigm shift with its unbeatable price point, list of features and proven ROI. Our new lineup of ImageGrid PACS solutions will provide additional value to customers by enhancing communication and image management, while enabling users to realize the full potential of their digital imaging investment.”

End-user Customers Embrace the ImageGrid

Candelis end-user customers that currently utilize the ImageGrid PACS appliance for cardiac imaging applications include the Cabrini Medical Center in New York; the University of California, Irvine, Cardiovascular Imaging Center for Education and Research; Pacific Coast Cardiology in Irvine and Newport Beach, Calif.; and St. Vincent Medical Center in Los Angeles. In digital mammography, Candelis customers include Mt. Baker Imaging in Bellingham, Wash.; and Pacific Coast Imaging in Newport Beach, Calif.

The ImageGrid offers each customer seamless compatibility with leading cardiac CT and digital mammography modalities, as well as volumetric imaging workstations. It also streamlines workflow and increases productivity with always-online access to images and data – a necessity for high-demand imaging facilities with sophisticated modalities and workstations. By reducing overall image-management costs by up to 75 percent, ImageGrid enables its users to gain a competitive advantage by implementing an economical, HIPAA-compliant solution at a fraction of the cost of conventional PACS.

Candelis is currently seeking additional market representation from established international and domestic partners interested in the opportunity to represent one of the medical imaging industry’s leading PACS solutions that delivers ease of use, scalability and low total cost of ownership.

About Candelis, Inc.

Candelis is a medical informatics company based in Irvine, Calif., which develops and markets a cost-effective and yet feature-rich PACS appliance for the archiving, management and routing of data intensive digital medical images. The ImageGrid™ product line has been designed specifically for imaging centers, clinics, regional hospitals and large hospital departments, and provides archiving capacities ranging from 1 terabyte (TB) to more than 100 TB capable of receiving images directly from any DICOM modality.

For more information, please visit www.candelis.com.

###