

July 16, 2008

Steven K. Brown, President and Chief Executive Officer  
Cygnus Transactions Group, Inc.  
Lake Mary, FL

#### NOTICE OF MATERIAL EVENT

As previously disclosed, on June 18, 2008, Cygnus eTransactions Group, Inc. ("Cygnus"; Pinksheets CYGT) filed a motion with the Bankruptcy Court for orders granting authority to sell its assets to V3 Enterprise Solutions, LLC pursuant to Section 363 of the Bankruptcy Code, establishing bidding procedures and requesting a hearing date on the sale of the assets (case No. 6:08-bk-02272).

On June 24, 2008, the Bankruptcy Court approved the motion and established bidding procedures.

A public auction of the Assets was held on July 14, 2008. Following the auction, the Federal Bankruptcy Court awarded the sale to V3 Enterprise Solutions, LLC.

On July 15, 2008, the transaction was completed transferring substantially all assets of Cygnus eTransactions Group Inc. to V3 Enterprise Solutions, LLC.

Proceeds of the sale as well as other cash and cash equivalents are expected to be distributed to secured creditors, priority claim holders and unsecured creditors. The distribution process will be supervised by the Federal Bankruptcy Court. No distribution is expected to CYGT shareholders.