

Cyberplex enjoyed a year of active growth and successes. Highlights from 2000 included:

Cyberplex Professional Services

- Increased revenues 127 per cent.
- 81 per cent of revenue from International clients.
- Decreased age of receivables from 90 to 74 days.
- Cyberplex was selected in May as the Internet partner of record for Handspring.
- Recognized by Forrester Research as one of the top 40 firms in the world.
- Selected as a vendor-of-choice for Royal Bank of Canada.
- Announced strategic partnership with ATG to launch a Java-based e-Commerce Web site for Handspring.
- Dean Hopkins named Toronto Star top up-and-comer for 2000.
- Continued expansion in the U.S. market, adding offices in Los Angeles and Connecticut.

Procure Managed Services

- In May, Ericsson chose the Procure Net*Order product to enable e-Commerce transactions on their online store.
- Successfully launched e-Business service for Jacobs Suchard Canada (a division of Kraft Canada).
- Successfully launched the Procure Integrated Supplier Network (ISN), providing suppliers with immediate, timely connections to multiple procurement applications and electronic marketplaces.
- Partnered with AT&T Canada to provide the supplier enablement program to customers of AT&T Canada's newly launched ASP service.

About Cyberplex

Cyberplex, a leading North American Internet professional services company, fuses strategic thought leadership with leading-edge technological expertise. Cyberplex's unique vantage point allows the company to provide innovative Internet solutions that generate measurable business results. With blue chip clients including 3M, Handspring and Royal Bank, Cyberplex is frequently the firm of choice for large and complex Internet-based business solutions. With expert teams of consultants focused on business and marketing strategy, technology and design, Cyberplex has developed a dynamic environment of in-depth experience and world-class talent.

Headquartered in Toronto, Cyberplex has offices in Halifax, Waterloo, Austin, Boston, Connecticut, Los Angeles and San Francisco. Cyberplex is publicly traded on the Toronto Stock Exchange under the symbol (TSE: CX). For more information please visit www.cyberplex.com.

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**CYBERPLEX REPORTS YEAR END FINANCIAL RESULTS
Revenues Up 127 Per Cent Over 1999**

TORONTO, CANADA (February 26, 2001) – Cyberplex Inc. (TSE: CX), one of North America's leading Internet professional services companies, today announced financial results for its fourth quarter and year ended December 31, 2000.

For the year, Cyberplex reported revenues totaling \$46.7 million, a 127 per cent increase over revenues of \$20.6 million for 1999. The net loss for the year totaled \$30.8 million, or \$1.31 per share, compared to a net loss of \$1.2 million, or \$0.06 per share for the year ended 1999. This loss includes a \$16 million charge the company took in the final quarter of the year, primarily related to its restructuring, as well as a \$4.6 million operating loss from Procure. The charge included a cash component of \$1.7 million and a non-cash write-down of \$14.3 million. The company ended the year with \$17.8 million of cash, down from \$26.7 million for the same period ended December 1999, but slightly up from September 30, 2000. This use of cash was primarily due to its investment in Procure and the cost of its acquisition.

On a segmented basis, Cyberplex reported professional services revenues of \$45.6 million for the year 2000, up 121 per cent from the same period ended December 1999. The professional services business realized a gross margin of 51 per cent for the year, up from 50 per cent in 1999. Procure, Cyberplex's wholly owned managed services company, reported revenues of \$1.1 million for the year ended December 2000. Professional services revenues for the quarter ended December 31, 2000 increased 24 per cent to \$8.7 million from \$7 million for the same period in 1999. Managed services revenues for the quarter were \$400,000, up 33 per cent from the third quarter of 2000.

"As is evident in our results, a lot has changed for our industry in the past year. Despite this, we continue to run a good business and take the necessary steps to conform to the new demand environment," says Dean Hopkins, CEO, Cyberplex. "Our client relationships are stronger than ever, our work is better than ever, and our business model is succeeding. We are confident we have what it takes to remain one the top companies within our industry."

"Overall, we are satisfied with our results for the year, considering the challenges the marketplace has faced over the past six months," says Geoff Rotstein, CFO, Cyberplex. "We are also confident that our recent restructuring efforts have positioned the company to respond better to emerging market opportunities and to expand our services while returning to profitability throughout the coming year."

Certain information included in this press release is forward-looking and is subject to important risks and uncertainties. The results or events predicted in these statements may differ materially from actual results or events. Factors which could cause results or events to differ from current expectations include, among other things: the impact of price and product competition; the dependence on new product development; the impact of rapid technological and market change; the ability of Cyberplex to make acquisitions and/or integrate the operations and technologies of acquired businesses in an effective manner; general industry and market conditions and growth rates; international growth and global economic conditions, particularly in emerging markets and including interest rate and currency exchange rate fluctuations; the impact of consolidations in the telecommunications industry, the uncertainties of the Internet; stock market volatility; the ability of Cyberplex to recruit and retain qualified employees. For additional information with respect to these and other factors, see the reports. Cyberplex disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

CYBERPLEX INC.
CONSOLIDATED BALANCE SHEETS
For the years ended December 31, 2000 and 1999

	as at December 31, 2000 (Unaudited)	as at December 31, 1999
ASSETS		
Current assets:		
Cash and short-term investments	17,838,931	26,721,670
Accounts receivable (net of provision of \$957,044; 1999 - \$433,093)	7,146,033	7,041,965
Prepaid expenses and sundry assets	934,295	603,775
Work in progress	-	307,666
Income taxes recoverable	136,966	103,208
Current portion of deferred lease benefit	291,327	0
	<u>26,347,552</u>	<u>34,778,284</u>
Investment, at cost	1,184,000	-
Deferred Lease Benefit	735,371	-
Net Capital Assets	12,923,249	5,288,502
Goodwill	20,128,374	5,813,798
TOTAL ASSETS	<u>61,318,547</u>	<u>45,880,584</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Accounts payable and accrued liabilities	10,777,690	4,445,690
Current portion of obligations under capital leases	1,111,447	305,963
Current portion of deferred lease inducements	239,293	-
Unearned revenue	465,028	336,776
Note Payable	14,888,597	-
	<u>27,482,055</u>	<u>5,088,429</u>
Long Term Liabilities	4,580,260	554,191
	<u>32,062,315</u>	<u>5,642,620</u>
SHAREHOLDERS' EQUITY		
Commitment to issue capital stock	2,668,241	2,692,486
Capital Stock	58,254,831	38,331,268
Deficit	<u>(31,666,840)</u>	<u>(785,790)</u>
	29,256,232	40,237,964
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u>61,318,547</u>	<u>45,880,584</u>

CYBERPLEX INC.
STATEMENT OF OPERATIONS
For the years ended December 31, 2000 and 1999

	2000		1999	
Professional Services Revenue	45,561,864		20,582,494	
Managed Services Revenue	1,106,021		0	
Total Revenue	<u>46,667,885</u>		<u>20,582,494</u>	
Professional Services Direct Costs	22,240,949		10,378,296	
Managed Services Direct Costs	859,893		0	
Total Direct Costs	<u>23,100,842</u>		<u>10,378,296</u>	
Professional Services Gross Margin	23,320,915	51.2%	10,204,198	49.6%
Managed Services Gross Margin	246,128	22.3%	0	
Total Gross Margin	<u>23,567,043</u>	50.5%	<u>10,204,198</u>	49.6%
EXPENSES				
Sales and Marketing expenses	6,425,424	14.1%	3,640,463	17.7%
General and Administrative expenses	17,135,549	37.6%	6,479,398	31.5%
Research & Development	0		394,926	
Managed Services expenses	4,871,359	440.4%	0	
	<u>28,432,332</u>	60.9%	<u>10,514,787</u>	51.1%
EBITDA Professional Services, before the undernoted items	<u>(240,058)</u>	-0.5%	<u>(310,589)</u>	-1.5%
Nasdaq Fee Write-Off	665,454		0	
Restructuring Charge	1,649,793		0	
	<u>2,315,247</u>		<u>0</u>	
EBITDA Professional Services	<u>(2,555,305)</u>		<u>(310,589)</u>	
EBITDA Managed Services	<u>(4,625,231)</u>		<u>0</u>	
EBITDA Total	<u>(7,180,536)</u>		<u>(310,589)</u>	
Amortization - Capital assets	2,228,939		818,158	
Amortization - Acquired technology	2,314,964		0	
Amortization - Goodwill	3,965,740		579,992	
Writedown - Capital assets	7,249,225		0	
Writedown - Goodwill	7,153,691		0	
	<u>22,912,560</u>		<u>1,398,150</u>	
EBIT	<u>(30,093,096)</u>	-64.5%	<u>(1,708,739)</u>	-8.3%
Interest income	1,183,722		549,806	
Interest on Long Term Debt	<u>(1,162,652)</u>		<u>(66,997)</u>	
INCOME BEFORE TAXES	<u>(30,072,026)</u>		<u>(1,225,930)</u>	
PROVISION FOR INCOME TAXES	<u>770,024</u>		<u>(29,190)</u>	
NET INCOME	<u>(30,842,050)</u>		<u>(1,196,740)</u>	
Retained Earnings (Deficit) - Beginning of the Period	<u>(785,790)</u>		<u>410,950</u>	
Adjustment to Opening Deficit	<u>(39,000)</u>		<u>0</u>	
Deficit - End of the Period	<u>(31,666,840)</u>		<u>(785,790)</u>	
Weighted average number of common shares	23,626,439		19,613,327	
Loss per share (Basic and fully diluted)	(\$1.31)		(\$0.06)	

CYBERPLEX INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
For the years ended December 31, 2000 and 1999

	2000	1999
Cash Flows from operating activities:		
Net Loss	(30,842,050)	(1,196,740)
Items not involving cash		
Amortization - capital assets and goodwill	8,509,463	1,398,150
Unrealized foreign exchange gain (loss)	(39,311)	94,208
Amortization of deferred lease benefit	43,896	-
Amortization of lease inducements	223,705	-
Write-downs	14,403,096	-
Accretion of interest	111,000	-
Non-cash consideration received for services	(1,184,000)	-
Future tax liability	770,024	(9,810)
Changes in non-cash working capital		
Accounts receivable	(829,075)	(4,492,717)
Prepaid expenses and sundry assets	(410,600)	(539,305)
Work in progress	307,666	(166,414)
Accounts payable and accrued liabilities	7,084,026	1,611,415
Income taxes recoverable	(33,758)	(70,615)
Unearned revenue	128,252	(111,852)
	<u>(1,757,667)</u>	<u>(3,483,680)</u>
Cash Flows from financing activities		
Proceeds from private stock placement, net of issue costs	1,968,750	14,967,058
Increase in loan receivable	-	(200,000)
Repayment of loan receivable	-	500,000
Proceeds from special warrant issue, net of issue costs	-	13,802,284
Cash received for leasehold inducements	2,149,006	-
Proceeds from stock options exercised	344,341	219,283
Principal payments under capital leases	<u>(447,526)</u>	<u>-</u>
	4,014,571	29,288,625
Cash Flows from investing activities		
Additions to capital assets	(7,976,485)	(2,459,230)
Acquisition of Procure.com, net of cash acquired	(3,159,610)	-
Acquisition costs of I-Socket Inc., net of cash acquired	103,996	-
Business acquisition costs, net of cash acquired	<u>-</u>	<u>(61,466)</u>
	<u>(11,032,099)</u>	<u>(2,520,696)</u>
Foreign exchange gain (loss) on cash held in foreign currency	(107,545)	13,427
Change in cash and cash equivalents	(8,882,739)	23,297,676
Cash and short-term investments, beginning of the year	26,721,670	3,423,994
Cash and short-term investments, end of the year	<u>17,838,931</u>	<u>26,721,670</u>

CYBERPLEX INC.
CORPORATE DIRECTORY

Board of Directors

Vernon Lobo
Dean Hopkins
Earl I. Rotman
Geoffrey Rotstein
Steve Sadler

Chairman of the Board, Managing Director, Mosaic Venture Partners
President and Chief Executive Officer of Cyberplex Inc.
Managing Director (Investment Banking) CIBC World Markets Inc.
Chief Financial Officer of Cyberplex Inc.
Chairman and Chief Executive Officer of Eng House Systems Ltd. and
Chairman of Helix Investments (Canada) Inc.

Management Team

Dean Hopkins
Geoffrey Rotstein
Lisa Durocher
Rob Payne
Peter Bier
Tammy Sturge

President and Chief Executive Officer
Chief Financial Officer
Vice President of Sales and Marketing
Chief Technology Officer
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