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FOR IMMEDIATE RELEASE

**VERITEC AND SECURITY FIRST BANK ENTER INTO AGREEMENT TO ISSUE AND
PROCESS DEBIT AND GIFT CARDS**

**Security First Bank to issue cards on Veritec’s mobile banking platform; Veritec will also
provide back-end card processing services**

Golden Valley, MN, June 18, 2009 - - Veritec, Inc. (OTC: VRTC.PK), a pioneer and developer of proprietary two-dimensional matrix technology and developer of mobile banking debit card solutions, today announced that its subsidiary, Veritec Financial Systems, Inc. (“VTFS”), entered into a license and maintenance agreement for its mobile banking platform with Security First Bank of Fresno, California. Security First Bank will issue debit cards and prepaid gift cards on VTFS’ mobile banking platform, and VTFS will provide back-end card processing services to the Bank for all cardholder transactions.

“Veritec is very pleased to enter into this innovative agreement with Security First Bank”, said Jeff Hattara, President and CEO of Veritec, Inc. “Security First Bank is a highly respected bank that provides exceptional service to its accountholders and to its community. VTFS looks forward to supporting Security First Bank with its debit and gift card programs”.

“Veritec’s banking platform and its professional services enable Security First Bank to be in a position to offer new and exciting debit and gift card products and related services to accountholders”, said Steve Jones, Executive Vice President and CFO of Security First Bank. “It has also provided the Bank with a means to be able to reach out to those in our community that are currently under-banked with a service that helps people to manage their money more securely and far less expensively”.

Security First Bank and VTFS expect to begin issuing and processing cards as early as July of this year.

About Veritec, Inc. and VTFS

Veritec, Inc. is a pioneer and developer of proprietary two-dimensional matrix technology. The company's portfolio of products includes its proprietary VeriCode® and VSCode® 2D matrix symbology solutions, BioID - VSCode® multi-purpose card solutions, and suite of products known as PhoneCodes™ for delivering electronic tickets, coupons and gift cards to mobile devices (www.veritecinc.com). Veritec Financial Systems, Inc. is a wholly owned subsidiary of Veritec, Inc. VTFS develops and licenses mobile banking debit, gift and prepaid card solutions and serves as a third party processor to banks for debit card transactions on the company's mobile banking platform (www.vtfs.com).

About Security First Bank

Security First Bank is a California commercial bank authorized to engage in the commercial banking business. The Bank operates from its main office in Fresno, California. The Bank offers a wide variety of deposit, loan and other financial products and services.

Safe Harbor Statement under the Private Securities Litigation Reform Act of 1995

This news release contains forward-looking statements within the meaning of the "safe harbor" provisions of the Private Securities Litigation Reform Act of 1995. These statements are based upon our current expectations and speak only as of the date hereof. Our actual results may differ materially and adversely from those expressed in any forward-looking statements as a result of various factors and uncertainties affecting technology companies, our ability to successfully develop products, rapid technological change in our markets, changes in demand for our future products, legislative, regulatory and competitive developments and general economic conditions. Our SEC filings discuss some of the important risk factors that may affect our business, results of operations and financial condition. We undertake no obligation to revise or update publicly any forward-looking statements for any reason unless otherwise required to do so by SEC Regulations.

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