

FOR IMMEDIATE RELEASE

Veritec Inc. Enters Russian market with VIP Systems

Golden Valley, MN-May 19, 2005 – Veritec Inc., (OTC Bulletin Board: VRTC), a pioneer in two-dimensional matrix coding technology, is pleased to announce today that it has entered into a distributor agreement with First Capital International, Inc. (OTC BB: FCAI), and its Designer and Manufacturer, VIP Systems(TM), to market new Biometric Applications using its 2 D-Matrix codes for various Security Verifications and Identification in the US and Russia.

Company reports that at the recent U.S. - Russia Homeland Security Summits in Washington, D.C., and Moscow, both companies developed a joint marketing strategy and product implementation approach using Veritec's 2D Codes as a secure portable container for storing biometric information such as fingerprint, facial recognition, plus pertinent data for instant verification without the need of a central data base.

"Our 2D Matrix Codes with its high security, large data capacity, privacy protection, and low cost added to the First Capital's Video Surveillance Products bring to the market a superior state of the art verification and identification solution" said Van Tran, Veritec Inc., CEO and President

"We are very excited to work with Veritec. We believe their product line will have a perfect fit with our Video Surveillance products and can have an outstanding benefits of the potential customers," said Alex Genin, First capital International Inc. CEO and President.

About First Capital International, Inc.

First Capital International, Inc. (www.firstcap.net) is a rapidly expanding International Technology company with its headquarters in Houston, Texas. The Company has developed a unique Video-Surveillance Solution for Commercial/Industrial enterprises and for Marine Security Applications (Patent pending). The Company is actively marketing a newly developed video surveillance system with Active Control features for both commercial and industrial applications

About Veritec, Inc.

Veritec Inc. is the pioneer and patent holder of two-dimensional (2D) matrix coding technology. The company is engaged in developing, marketing, and selling encoding (writing) and decoding (reading) software and system products that utilize its patented technology. The Veritec codes allow end-users to produce and interpret secure coded data for identification, and verification purposes. The technology is applicable in nearly all environments that require security, tracking and identify people and live stock as well as products and services from design and manufacturing to shipping and delivery. Veritec developed a 2D matrix symbology, during the late 80's, which was endorsed by NASA as the code of choice for their vendors. The 2-D code symbol is a small, checkerboard-like matrix and has the highest data capacity and density.

Statements in this press release that are not statements of historical or current fact constitute "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. Such forward-looking statements involve known and unknown risks, uncertainties and other unknown factors that could cause the actual results of the company to be materially different from the historical results or from any future results expressed or implied by such forward-looking statements. In addition to statements that explicitly describe such risks and uncertainties readers are urged to consider statements labeled with the terms "believes", "belief", "intends", "anticipates", or "plans" to be uncertain and forward looking. The forward-looking statements contained herein are also subject generally to other risks and uncertainties that are described from time to time in the Company's reports and registration statements filed with the Securities and Exchange Commission.

For further information, contact Van Tran.

Veritec, Inc.

2445 Winnetka Ave. N.

Golden Valley, MN 55427

U.S.A.

(763) 253-2670 – Phone

(763) 253-0503 – Fax

www.veritecinc.com