

VERITEC BRINGS SUIT TO ENFORCE PATENTS

Golden Valley, Minn. May 23, 2006 - Veritec, Inc. (OTC: VRTC) the patent holder and leading designer and provider of integrated uses and software for high data density Multi-Dimensional barcode technology to the manufacturing and security industries, is pleased to announce today that Veritec's wholly owned subsidiary VCode Holdings, Inc., has joined as a Plaintiff with VData, LLC., the subsidiary of Acacia Research Corporation (NASDAQ: ACTG), in patent infringement litigation against:

The Allstate Corp. (NYSE: ALL); PNY Technologies, Inc.; Merchants' Credit Guide Co.; American Heritage Life Insurance Co.; and, Aetna, Inc. (NYSE: AET), (Collectively "Defendants").

The case was filed in the United States District Court for the District of Minnesota as Civil File No.06-1701 JNE/SRN. The complaint allege amongst other things, that: "Defendants manufacture, make, have made, use, sell, and/or offer for sale articles and/or services that infringe claims in the '524 patent and the '078 patent [...] Specifically, Defendants are applying and using symbols taught by the claims in the '524 patent and the '078 patent on their respective articles."

Veritec's CEO Ms. Van Tran stated: "This most recent case is a part of our continuing endeavor to insure our patented technology is protected. Use of our symbology by those not holding a license cannot be tolerated." Ms. Tran went on to say: "Veritec through its subsidiary VCode Holdings routinely issues licenses with the sale of our proprietary software products. We are hopeful that those who are utilizing our symbology without proper licensing will step forward without the need for litigation. After all, the support we can provide to users is unparalleled in the industry not just in data storage and retrieval, but in the areas of automated manufacturing control, imaging and biometric encoding and decoding as well."

About Veritec, Inc.

Veritec, Inc., manufactures and sells data matrix software and systems under the VeriCode® and VSCode® Symbols and Trademarks. The company is engaged in developing, marketing, and selling encoding (writing) and decoding (reading) software and system products that utilize its patented technology. Veritec's codes allow end-users to produce and interpret secure coded data for identification, verification and tracking purposes. The technology is applicable in nearly all environments that require security, tracking and identification of people, livestock, documents and products. Veritec developed its 2D matrix symbology during the late 80's, it was later endorsed by NASA as the code of choice for its vendors. The 2-D code symbol is a small checkerboard-like matrix having the highest data capacity and density capabilities.

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

Statements in this press release and in documents referenced herein 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 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 using the terms "anticipates" "belief", "believes", "can", "intends", "in the near future", "plans", "shall", "will", or "will be" and similar expressions 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.

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