

25 January 2016

Security Research Group plc

Exercise of Options

Security Research Group plc (the "Company") announces that on 25 January 2016 it issued and allotted 319,048 ordinary shares of 20p each in the Company following the exercise of options by John Warwick, a director of the Company, at an exercise price of 25p per share. The original share option number and price has been altered in accordance with the share option plan which provides for the alteration in the number and/or price of the share options under certain circumstances provided that the auditors confirm that the alterations are fair and reasonable. The three tender offers that have been made by the Company were qualifying circumstances.

Following the issue of new shares there are 19,647,948 ordinary shares in issue with each share carrying the right to one vote.

Following the issue there are 161,112 share options still outstanding at an option price of 43p per share.