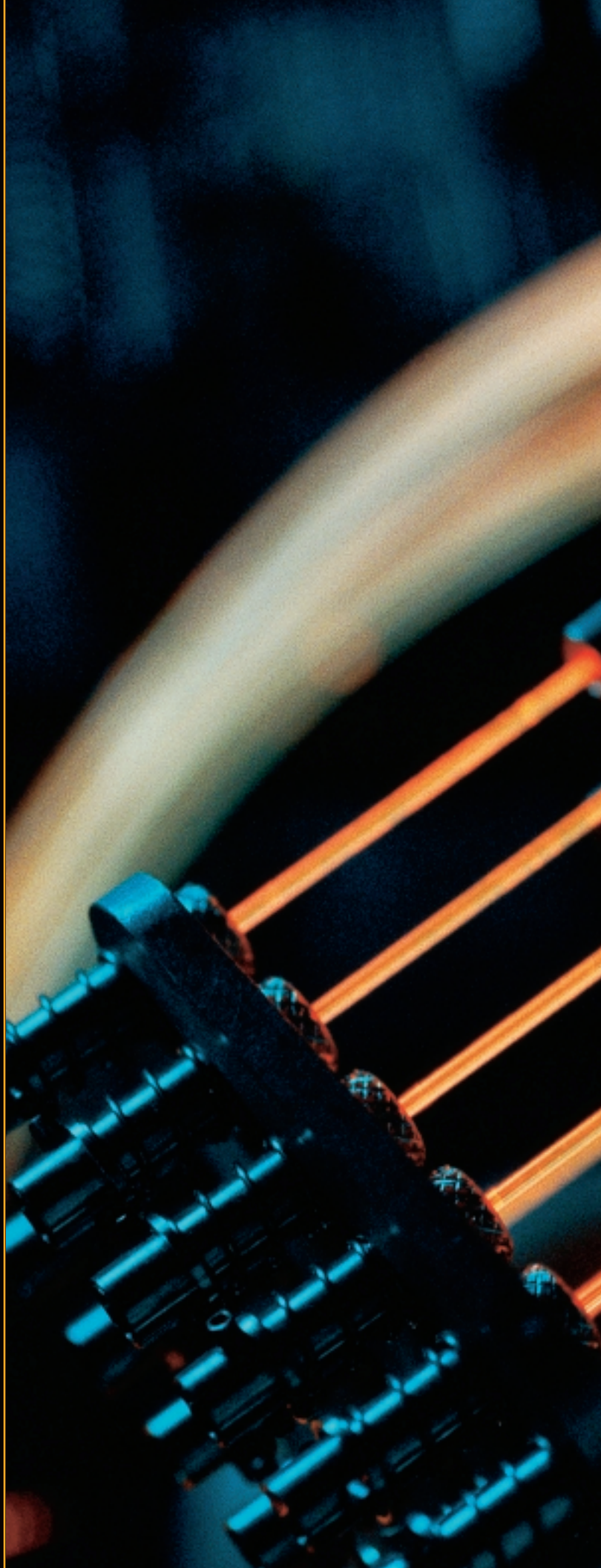


NETVERSANT SOLUTIONS, INC.

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www.netversant.com



PROGRESS REPORT SEPTEMBER 2000

The logo for NetVersant, featuring a stylized blue 'N' icon to the left of the text 'NetVersant' in a bold, sans-serif font. Below 'NetVersant' is the tagline 'network solutions for an e-world' in a smaller, lowercase sans-serif font. The logo is set against a white rectangular background which is placed on a dark grid pattern.

NetVersant
network solutions for an e-world

Dear Customers, Employees and Investors:

September is an important month for NetVersant, as it marks the one-year anniversary of our first organizational meeting. It was at this meeting that we began to chart a course to become the first true national provider of network infrastructure and integration services. Much has happened in the past 12 months and we have created tremendous momentum for our Company. Strong profitable growth and disciplined acquisitions in key markets have increased our run-rate revenues to more than \$300 million.

I am pleased to update you on the wide range of activities and developments since our last report in July.

Marketing and Branding Efforts

Our branding effort has resulted in a nationwide implementation of the NetVersant name. The process of converting outdoor signage, fleet decals, business cards, stationary and uniforms to the NetVersant brand has been a significant undertaking, yet one that is important to our national sales and delivery teams as they market NetVersant branded services across the United States.

National account relationships typically have a lengthy sales cycle but can develop into significant long-term opportunities for NetVersant. We are excited about our ongoing discussions with a number of high-profile companies from industries as diverse as insurance, banking, high tech and real estate. These opportunities are further evidence that the need for a national provider cuts across all industries, and that NetVersant is uniquely positioned to meet this demand on a national basis.

Strategic Partnerships

Our continued execution of master purchase agreements with the leading technology companies has further strengthened NetVersant's competitiveness and cost advantages. The latest success is the recently finalized alliance with a former division of Lucent Technologies, Avaya Communication. As part of this mutually beneficial relationship, we are pleased to announce that Avaya has named NetVersant a Millennium Value-Added Re-seller (VAR), propelling us into a position achieved by no other Avaya client. This new VAR status, created as part of an innovative and first-of-its-kind relationship that we have crafted together, will provide the Company with significant future economic and marketing benefits.

Leadership Forum

An integral part of the successful integration of NetVersant's operating companies is the effective communication of corporate philosophy, best practices and strategic marketing and sales opportunities. To facilitate this effort, we created operating committees comprised of both operating company leaders and corporate personnel focused on corporate priorities such as emerging technologies, sales and marketing, human capital and acquisitions. In addition, we hold weekly management calls to discuss important issues facing our companies and facilitate the necessary interaction between NetVersant's operating locations. Furthering this approach, we have scheduled our first NetVersant Leadership Forum for next month. This forum, encompassing operating company presidents and key executives from each of our markets, will meet

periodically to share ideas and discuss pertinent issues affecting our Company, from best practices, to industry and technology trends, to sales and marketing referrals. This meeting, sponsored by Avaya, will encourage open discussions and the exchange of ideas that will further strengthen our Company.

Operations Initiatives

Business Information System. An implementation team comprised of field representatives, corporate staff and operating company presidents is overseeing our Oracle business information system initiative. This project is on schedule and, once fully implemented, will provide real-time project management data that will improve efficiency and increase profitability. It represents a major step in fully integrating our Company as operating methodologies and procedures become more consistent across all of NetVersant's locations.

Regional Training Centers. One of our longer-range objectives is to create a NetVersant Network Certification that becomes the industry standard. With superior people behind our products and services, we will be able to fully realize the value of our national branding endeavors and corporate marketing initiatives. With these goals in mind, the Company has established the first NetVersant certified training center in Southern California. We will be establishing similar centers in Atlanta, Houston, Philadelphia and Seattle over the next six months. These centers will produce the highly trained technical staff necessary to sustain our growth in the future and allow us to offer our customers solutions that are designed, tested, installed and maintained by the best-trained workforce in the industry.

A Strong National Presence

As illustrated on the accompanying map, NetVersant continues to expand its presence nationally and we today serve 22 key markets around the country. Our acquisition efforts are benefiting from increased brand awareness, our industry-leading reputation and NetVersant's prospects for long-term growth. The Company's disciplined acquisition effort continues as we are in discussions with several leading companies in important markets. These are companies that recognize the strength of our strategy and are interested in joining our organization.

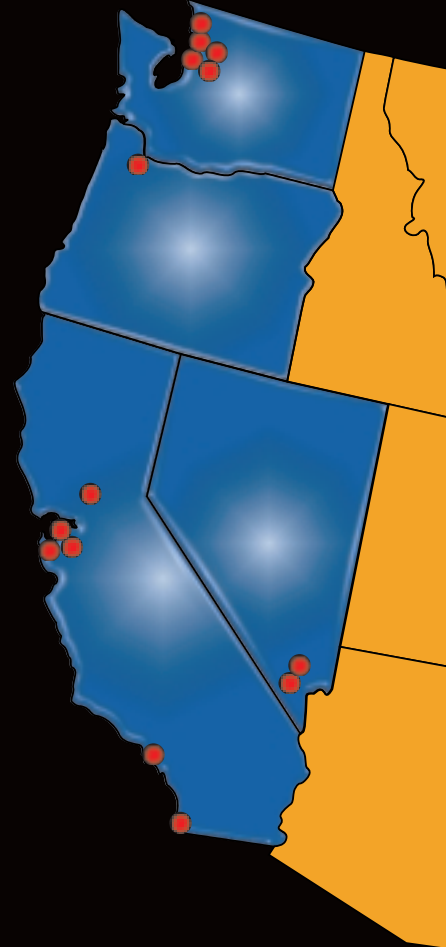
Looking Forward

The past 12 months for NetVersant have been exciting and our expectations for the future are even more so. Our growth in market presence, reputation and financial strength are all reflections of a Company driven by a common goal. Each day presents us with new opportunities, and as our momentum grows so too does the excitement.

I look forward to reporting continued achievements and key developments in the coming months. I encourage you to follow NetVersant's progress on our web site at www.netversant.com. Please let us hear from you, as your comments and questions are always welcome.

Respectfully,

Scott L. Fordham
Chairman & Chief Executive Officer



CALIFORNIA

Hayward

NetVersant of the Bay Area

Milpitas

NetVersant of Northern California

Mountain View

NetVersant of Silicon Valley

Orange

NetVersant of Southern California

Sacramento

NetVersant of Northern California

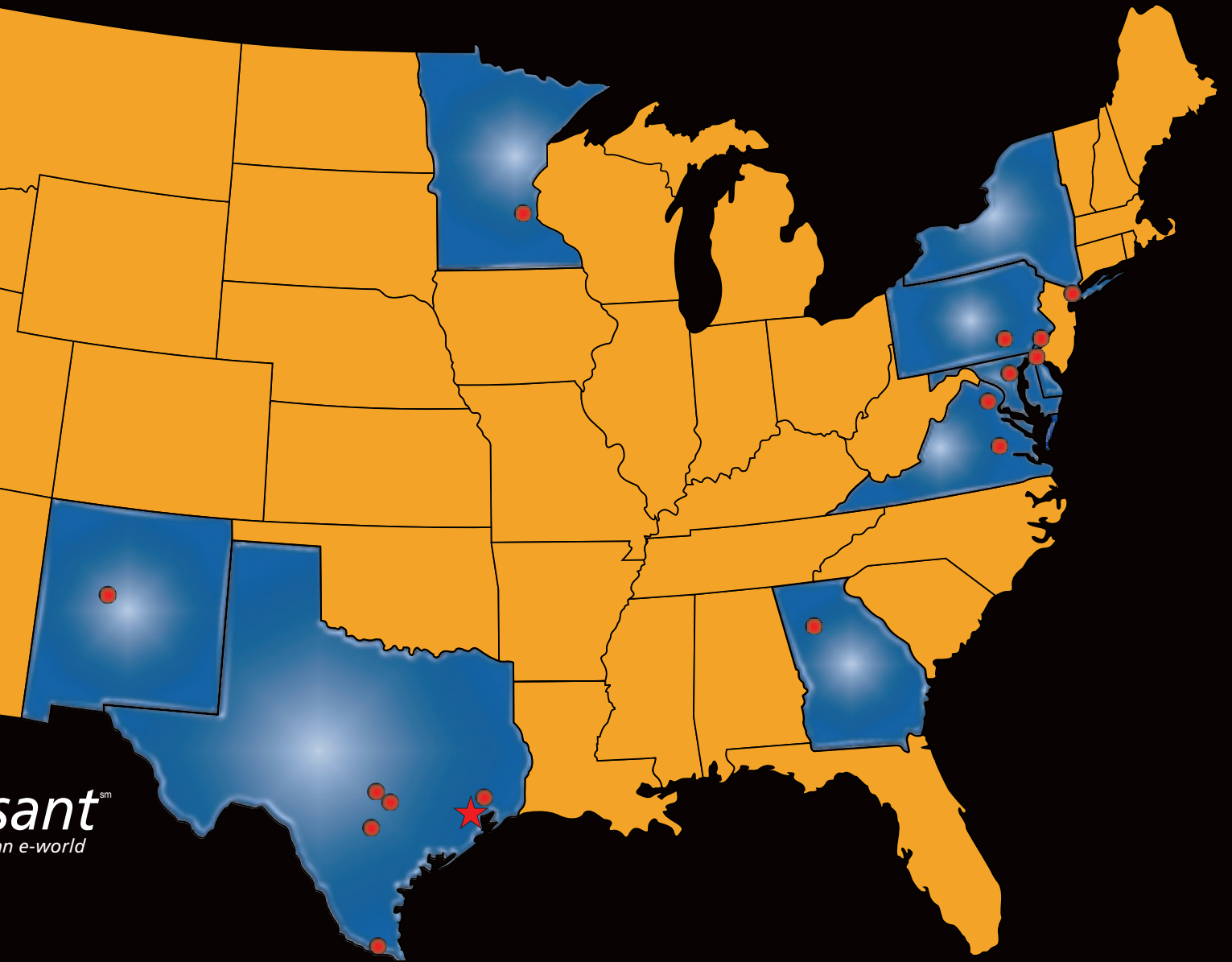
San Diego

NetVersant of San Diego

DELAWARE

New Castle

NetVersant of Delaware



NetVersant
an e-world

GEORGIA
Atlanta
NetVersant of Atlanta

MARYLAND
altimore
NetVersant Solutions
- Chesapeake

MINNESOTA
Minneapolis
NetVersant of Minneapolis*

NEVADA
Las Vegas
NetVersant of Las Vegas
NetVersant of
Southern Nevada

NEW MEXICO
Albuquerque
NetVersant of Albuquerque

NEW YORK
New York
NetVersant of New York

OREGON
Portland
NetVersant of Portland*

PENNSYLVANIA
Harrisburg
NetVersant of Harrisburg
Philadelphia
NetVersant of Philadelphia

TEXAS
Austin
NetVersant of Austin*
NetVersant of South Texas
Houston
Corporate Headquarters
NetVersant of Houston
McAllen
NetVersant of South Texas
San Antonio
NetVersant of South Texas

VIRGINIA
Alexandria
NetVersant of Alexandria*
Richmond
NetVersant Solutions
- Chesapeake

WASHINGTON
Everett
NetVersant of Puget Sound
Kirkland
NetVersant Northwest
Seattle
NetVersant Power Systems
NetVersant Technologies
NetVersant Wireless
Solutions - West

* Under letter of intent