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INSIDE SECURE ANNOUNCES THE SUCCESS OF ITS ADDITIONAL ISSUE TO BE ASSIMILATED TO THE ISSUE OF BONDS CONVERTIBLE INTO AND/OR EXCHANGEABLE FOR NEW OR EXISTING SHARES (OCEANES) DUE 2022 (TAP) FOR AN AMOUNT OF €1,087,958.94

Aix-en-Provence, France, on September 5, 2017 – Inside Secure (Euronext Paris : INSD), a leader in embedded security solutions for mobile and connected devices, announces today the success of the private placement, of new bonds convertible into new shares and/or exchangeable for existing shares, maturing on June 29; 2022 for a nominal amount of €1,087,958.94 (the “**New OCEANES**”).

The New OCEANES are to be issued on the same terms (save for the issue price) as, and, from the date which is expected to be not less than 40 days after their issue date, i.e. on an indicative basis, on October 17, 2017 (the “**Assimilation Date**”), shall be fully fungible with and assimilated to the €15 million bonds convertible into new shares and/or exchangeable for existing shares maturing on June 29, 2022 (the “**Original OCEANES**”, and together with the New OCEANES, the “**OCEANES**”) by way of a private placement.

The New OCEANES will be issued at an issue price of €3.90 per New OCEANE on September 7, 2017, expected date of the settlement and delivery of the New OCEANES..

The Issue results in an additional potential dilution of 0.7% of the current share capital of Inside Secure.

The New OCEANES were offered only by way of a private placement, pursuant to resolutions 25th approved by the shareholders’ general meeting held on June 14, 2017, in France and outside France (excluding the United States of America, Canada, Australia or Japan) to persons referred to in Article L.411-2 II of the French monetary and financial code (*Code monétaire et financier*)

An application for the listing of the New OCEANES on Euronext AccessTM (Open market of Euronext in Paris) will be made. Such listing is expected on September 7, 2017 under ISIN code FR0013281805 until the Assimilation Date (excluded) and afterwards under ISIN code FR0013265527.

In the context of the Issue, Inside Secure has agreed a lock-up undertaking of 90 calendar days as of the settlement date of the New OCEANES, subject to certain exceptions.

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Inside Secure has been informed by (i) Mr Amedeo D'Angelo, chairman of the Management Board, (ii) Mr Richard Vacher Detournière, member of the Management Board and (iii) Mr Jean Schmitt, independent member of the Supervisory Board, of their intentions to subscribe to the issue of the New OCEANEs for a total aggregate amount of €350,000.

In counterpart to these intentions to subscribe, Mr Amedeo D'Angelo, Mr Richard Vacher Detournière and Mr Jean Schmitt would consent to a 365 calendar day lockup period on both New OCEANEs and Inside Secure shares to be issued upon conversion or exchange of the NEW OCEANEs.

The issue of the New OCEANEs was managed by Natixis acting as Sole Global Coordinator, Bookrunner and Lead Manager.

The offering of the NEW OCEANEs is not subject to a prospectus approved by the French financial market authority (*Autorité des marchés financiers*) (the "AMF"). Detailed information on Inside Secure, including its business, results, prospectus and related risk factors are described in the Company's reference document filed with the AMF on March 28, 2017 under number D.17-0244, which is available together with all the press releases and other regulated information about the Company, on Inside Secure's website (www.insidsecure.com). The terms and conditions of the New OCEANEs will be available on Inside Secure website.

An English slideshow of the Company is also available on the Company's website.

This press release does not constitute or form part of any offer or solicitation to purchase or subscribe for or to sell securities and the offering of the New OCEANEs is not an offer to the public in any jurisdiction, including France.

About Inside Secure

About Inside Secure Inside Secure (Euronext Paris – INSD) is at the heart of security solutions for mobile and connected devices, providing software, silicon IP, tools and know-how needed to protect customers' transactions, content, applications, and communications. With its deep security expertise and experience, the company delivers products having advanced and differentiated technical capabilities that span the entire range of security requirement levels to serve the demanding markets of network security, IoT security, content & application protection, mobile payment & banking. Inside Secure's technology protects solutions for a broad range of customers including service providers, content distributors, security system integrators, device makers and semiconductor manufacturers. For more information, visit www.insidsecure.com.



Name: Inside Secure

ISIN Code: FR0010291245



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Mnemonic code: INSD

Disclaimer

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*No communication or information relating to the issuance by Inside Secure of the new bonds convertible into and/or exchangeable for new and/or existing shares (the “**New Bonds**”) may be transmitted to the public in a country where there is a registration obligation or where an approval is required. No action has been or will be taken in any country in which such registration or approval would be required. The issuance or the subscription of the New Bonds may be subject to legal and regulatory restrictions in certain jurisdictions; none of Inside Secure and the Bookrunner assumes any liability in connection with the breach by any person of such restrictions.*

*This press release is an advertisement and not a prospectus within the meaning of Directive 2003/71/EC of the European Parliament and the Council of 4 November 2003 as amended, as implemented in each member state of the European Economic Area (as notably amended by directive 201/73/EU, to the extent that such directive has been implemented in each member state of the European Economic Area) (the “**Prospectus Directive**”).*

This press release is not an offer to the public, an offer to subscribe or designed to solicit interest for purposes of an offer to the public in any jurisdiction, including France.

The New Bonds were offered only by way of a private placement in France and outside France (excluding the United States of America, Canada, Australia or Japan) to persons referred to in Article L.411-2-II of the French monetary and financial code (code monétaire et financier), without an offer to the public in any country (including France).

European Economic Area

*With respect to the Member States of the European Economic Area which have implemented the Prospectus Directive (the “**Relevant Member States**”), no action has been undertaken or will be undertaken to make an offer to the public of the New Bonds requiring a publication of a prospectus in any Relevant Member State. As a result, the New Bonds may only be offered in Relevant Member States:*

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- (a) to any legal entity which is a qualified investor as defined in the Prospectus Directive;
- (b) to fewer than 150 natural or legal persons (other than qualified investors as defined in the Prospectus Directive); or
- (c) in any other circumstances falling within Article 3(2) of the Prospectus Directive.

For the purposes of this paragraph, (i) the expression “**offer to the public of the New Bonds**” in any Relevant Member States, means any communication, to individuals or legal entities, in any form and by any means, of sufficient information on the terms and conditions of the offering and on the New Bonds to be offered, thereby enabling an investor to decide to purchase or subscribe for the New Bonds, as the same may be varied in that Member State.

These selling restrictions with respect to Relevant Member States apply in addition to any other selling restrictions which may be applicable in the Relevant Member States who have implemented the Prospectus Directive.

France

The New Bonds have not been and will not be offered or sold or cause to be offered or sold, directly or indirectly, to the public in France. Any offer or sale of the New Bonds and distribution of any offering material relating to the New Bonds have been and will be made in France only to (a) persons providing investment services relating to portfolio management for the account of third parties (*personnes fournissant le service d'investissement de gestion de portefeuille pour compte de tiers*), and/or (b) qualified investors (*investisseurs qualifiés*) acting for their own account, as defined in, and in accordance with, Articles L. 411-2 and D.411-1 of the French monetary and financial code (*code monétaire et financier*).

United Kingdom

This press release is addressed only (i) to persons located outside the United Kingdom, (ii) to investment professionals as defined in Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (the “**Order**”), (iii) to people designated by Article 49(2) (a) to (d) of the Order or (iv) to any other person to whom this press release could be addressed pursuant to applicable law (the persons mentioned in paragraphs (i), (ii), (iii) and (iv) all deemed relevant persons (“**Relevant Persons**”). The New Bonds and, if applicable, the shares of Inside Secure to be delivered upon exercise of the conversion rights (the “**Financial Instruments**”) are intended only for Relevant Persons and any invitation, offer of contract related to the subscription, tender, or acquisition of the Financial Instruments may be addressed and/or concluded only with Relevant Persons. All persons other than Relevant Persons must abstain from using or relying on this document and all information contained therein.

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This press release is not a prospectus which has been approved by the Financial Services Authority or any other United Kingdom regulatory authority for the purposes of Section 85 of the Order.

Each institution in charge of the placement has represented and agreed that:

(i) it has only communicated or caused to be communicated and will only communicate or cause to be communicated invitations or inducements to engage in investment activity (within the meaning of Section 21 of the Financial Services and Markets Act 2000), received by it in connection with the New Bonds, in circumstances in which Section 21(1) of the Financial Services and Markets Act 2000 does not apply to the issuer; and

(ii) it has complied and will comply with all applicable provisions of the Financial Services and Market Act 2000 with respect to anything that it has done or will do in relation to the New Bonds in the United Kingdom, from the United Kingdom or otherwise involving the United Kingdom.

United States of America

*This press release does not constitute or form a part of any offer or solicitation to purchase or subscribe for securities nor of any offer or solicitation to sell securities in the United States. The securities mentioned herein have not been and will not be registered under the U.S. Securities Act of 1933, as amended (the "**U.S. Securities Act**"), and may not be offered or sold, directly or indirectly, within the United States of America except pursuant to an exemption from or in a transaction not subject to, the registration requirements of the Securities Act. Inside Secure does not intend to register any portion of the proposed offering in the United States of America nor to conduct a public offering of securities in the United States of America.*

Canada, Australia and Japan

The New Bonds may not and will not be offered, sold or purchased in Canada, Australia or Japan.

The distribution of this press release in certain countries may constitute a breach of applicable law. The information contained in this press release does not constitute an offer of securities for sale in Canada, Australia or Japan.