



**EVOLVED DIGITAL SYSTEMS INC.
ANNOUNCES CEO DEPARTURE**

Montréal, (Québec, Canada) – January 7, 2004 / CNW/ - Evolved Digital Systems Inc. (TSX: EVD), a leading healthcare technology solutions company, today announced that John Southcott, it's Chief Executive Officer, had completed the terms of his management contract on December 31, 2004. The parties mutually agreed not to extend the agreement.

"Under Mr. Southcott's leadership our financial performance improved significantly," stated Jon Lehman, Vice Chairman. "While John Southcott is leaving to pursue other interests, we appreciate the contribution he made to the Company and plan to continue to rely on him for advice as we move forward. We have already initiated a search process to find a new CEO to lead the Company during its' next stage of growth."

About Evolved

With over 100 customer locations across North America, Evolved has become a leading healthcare technology solutions company. Its services and enabling technologies transform hospital and clinic imaging departments from manual to digital-based systems, improving efficiency, turnaround time, and patient care. Evolved is a publicly traded company listed on the Toronto Stock Exchange. Corporate headquarters are based in Laval, Quebec. U.S. offices are located in Brentwood, Tennessee.

For Further Information:

For more information, contact EVOLVED at 877-5EVOLVED or visit the company website at www.evolveddigital.com

FORWARD-LOOKING STATEMENTS: Certain statements in this communication may constitute forward-looking statements. They are based on management's current expectation and could be affected by numerous factors and are subject to various risks and uncertainties. Certain of those risks and uncertainties are discussed in company filings with the Canadian Securities Commission. Do not rely on any forward-looking statements, as we cannot predict or control many of the factors that ultimately may affect our ability to achieve the results estimated. We make no promise to update any forward-looking statement, whether as a result of changes in underlying factors, new information, or future events.

Source: Evolved Digital Systems Inc.

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