



FOR IMMEDIATE RELEASE
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CONTACT: Scott Switzer
Chief Financial Officer
Costar Technologies, Inc.
(469) 635-6800

CohuHD Costar Awarded US\$2.4 Million Surveillance Video Camera Contract for Major Critical Infrastructure Project in Saudi Arabia

RISE 4290HD expands the reach of CohuHD Costar products into long-range, day/night applications for 24/7 critical infrastructure monitoring

Coppell, Texas – December 5, 2017 – CohuHD Costar, a Costar Technologies, Inc. company (OTC Markets Group: CSTI) announced today that it has been awarded a \$2.4 million video surveillance camera contract for a major critical infrastructure project in Saudi Arabia. With the recent introduction of the RISE 4290HD series, CohuHD Costar expands the reach of its RISE series platform into long-range, day/night, thermal video surveillance applications. Working with one of the leading security solutions providers and systems integrators in the Middle East, the RISE 4290HD will provide 24/7 video surveillance for a major critical infrastructure project in Saudi Arabia. This large-scale deployment of RISE 4290HD cameras marks another important milestone for the RISE platform that requires the cameras to operate under extreme environmental conditions and at long distances.

“We’re seeing increased demand for rugged cameras that can provide long-range video 24/7 in a variety of environmental conditions. The RISE 4290HD does this, and does it at a price point we believe makes it very attractive for applications such as critical infrastructure and intelligent traffic systems. We expect this project to be the first of many major security monitoring projects for the 4290HD around the world,” stated Doug Means, Senior VP and GM of CohuHD Costar.

The RISE 4290HD Series dual-spectrum positioning system is the latest addition to CohuHD Costar’s RISE family of products and has been awarded the 2017 GSN Airport, Seaport, Border Security Award for Best Long-Range/High-Res Camera by Government Security News. The RISE 4290HD Series combines crystal clear HD visible spectrum imaging along with standard resolution LWIR thermal night vision imaging.

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The RISE 4290HD is designed to operate in harsh weather with its purged and pressurized IP67 enclosure protection to eliminate the effects of water intrusion, pollutants and corrosives. The ultra-rugged design of all CohuHD RISE products allows the company to offer a lifetime warranty against water ingress.

About Costar Technologies, Inc.

Costar Technologies, Inc. develops, designs, manufactures and distributes a range of security solution products including surveillance cameras, lenses, digital video recorders and high-speed domes. The Company also develops, designs and distributes industrial vision products to observe repetitive production and assembly lines, thereby increasing efficiency by detecting faults in the production process. Headquartered in Coppell, Texas, the Company's shares currently trade on the OTC Markets Group under the ticker symbol "CSTI". Costar was ranked 41 in a&s magazine's Security 50 for 2016. Security 50 is an annual ranking of the world's largest security manufacturers in the areas of video surveillance, access control and intruder alarms, based on financial performance.

Cautionary Statement Regarding Forward Looking Statements

This press release contains forward-looking statements, including but not limited to statements related to the demand for our products and future projects, that are subject to substantial risks and uncertainties that could cause actual performance or results to differ materially from those expressed in or suggested by the forward-looking statements. You can identify forward-looking statements by words such as "believe," "may," "estimate," "continue," "anticipate," "intend," "plan," "expect," "predict," "potential," or the negative of these terms or other comparable terminology. These forward-looking statements are based on management's current expectations but they involve risks and uncertainties. Actual results and the timing of events could differ materially from those anticipated in the forward-looking statements as a result of the risks and uncertainties.

You should not place undue reliance on any forward-looking statements. The Company assumes no obligation to update forward-looking statements to reflect actual results, changes in assumptions, or changes in other factors affecting forward-looking information, except to the extent required by applicable laws.