



FOR IMMEDIATE RELEASE
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PDSi Adds VP of Global Operations and Logistics

COLUMBUS, Ohio – (January 8, 2008) Pinnacle Data Systems Inc. (PDSi) (AMEX: PNS) announced today that Timothy J. Harper has joined its executive management team as Vice President of Global Operations and Logistics. Mr. Harper comes to PDSi following 16 years with major communications solution provider Alcatel-Lucent (formerly Lucent Technologies) and AT&T, a world leader of telecommunication infrastructure.

Mr. Harper has extensive industry experience in key areas of PDSi's strategic focus - Electronic Manufacturing Services (EMS) and mission-critical solutions for global Original Equipment Manufacturers (OEMs). His prior roles included executive positions in production, procurement, contract manufacturing, repair, logistics, customer service, and supply chain functions. He will manage a similar span of functions at PDSi.

"Over the past year, we have been adding industry-experienced leadership to our executive management team and our company in general," said Michael R. Sayre, PDSi's President and CEO. "Mr. Harper's world-class operations experience brings us even closer to achieving our goal of being the best in the business at delivering collaborative technology solutions to industry-leading companies."

Mr. Harper commented, "PDSi's strategic vision and growing global presence are integral to its long-term success. I look forward to making PDSi's operations and logistics team a competitive advantage in a market that demands accountable partners."

Mr. Harper received his undergraduate degree from The Ohio State University and an MBA from Capital University.

About PDSi

PDSi provides computer design, production, and repair services to original equipment manufacturers who build computers into their products in industries including medical equipment, telecommunications, defense and imaging. PDSi also helps major computer platform manufacturers respond to customer requirements for customized solutions and extended service life. PDSi specializes in areas where these OEMs often get little help from larger outsource firms, solving the challenges associated with complex technologies, low to medium volume production, and long-term service of third party products.

Not simply a repair depot or a contract manufacturer, PDSi represents a more collaborative and flexible outsourcing partner who helps its clients manage costs, meet unplanned demand changes, improve customer satisfaction, and respond aggressively to new trends in the technology market place. With its innovative and proactive staff of engineering, manufacturing, program management and supply chain specialists, PDSi tailors solutions that meet the particular business and operational needs of each OEM. For more information, visit the PDSi website at www.pinnacle.com.

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