

CSP Inc.
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**CSP Inc. Awarded a Contract to Support BAE Systems
with FastCluster 2000 SERIES DSP Platform**

Billerica, MA, January 22, 2009 - CSP Inc. (NASDAQ: CSPI) MultiComputer Division, a leading supplier of rugged embedded clusters, announced today it has been awarded a contract valued at \$700,000 to provide BAE Systems in Burlington, MA with FastCluster 2000 SERIES digital signal processing (DSP) platforms. Per the contract, CSPI successfully completed system delivery.

"We are pleased to provide systems and support to the BAE Systems development team, continuing our tradition of delivering exceptional value in signal processing hardware and software solutions to defense and aerospace customers," stated William Bent, Jr., General Manager and Vice President of CSPI MultiComputer Division.

The CSPI solution benefits from the use of industry-standards, open source software and optimized libraries that enable efficient management of time and resources to meet demanding development and deployment schedules. Featuring Linux 2.4, MPI (Message Passing Interface) and two AltiVec Signal Processing Libraries (ISSPL-ALT & VSIPL), the CSPI open platform builds upon the mature technology of the FastCluster 2000 SERIES.

About CSP Inc.

Based in Billerica, Massachusetts, CSP Inc. (NASDAQ: CSPI) and its subsidiaries develop and market IT integration solutions for complex IT environments and high-performance cluster computer systems for commercial, scientific, and defense customers worldwide.

The MultiComputer Division helps its customers solve high-performance computing problems in the defense market by supplying very dense cluster computer systems with powerful real-time I/O capabilities that require minimal physical space or power. These systems are used in a broad array of applications, including radar, sonar, and surveillance signal processing.

For more information about CSP Inc., visit <http://www.cspi.com> or call us at 1 (800) 325-3110

'Safe Harbor Provision' Statement'

CSP Inc. wishes to take advantage of the 'safe harbor' provisions of the Private Securities Litigation Reform Act of 1995 with respect to statements that may be deemed to be forward-looking statements under the Act. Such forward-looking statements may include, but are not limited to, statements regarding the success of the Company and its subsidiary's products and services. The Company cautions that numerous factors could cause actual results to differ materially from any forward-looking statements made by the Company. Please refer to the section on forward-looking statements included in the Company's Form 10-K filed with the Securities and Exchange Commission.

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