



500 Linden Oaks  
Rochester, New York 14625

## **PRESS RELEASE**

### **VIRTUALSCOPICS RECEIVES ADDITIONAL TIME TO REGAIN COMPLIANCE WITH NASDAQ**

*Suspension of bid price requirement gives Company until May 2009*

ROCHESTER, New York – October 22, 2008 - VirtualScopics, Inc. (Nasdaq:VSCP) today announced that The Nasdaq Stock Market has informed the Company that it has implemented a temporary suspension of the \$1.00 minimum bid price requirement until January 16, 2009. As a result of the rule suspension by Nasdaq, VirtualScopics now has until May 11, 2009 to regain compliance with the minimum \$1.00 share bid price requirement instead of the previously reported date of February 3, 2009.

VirtualScopics recently announced that the Nasdaq Hearings Panel had granted the Company's request to remain listed on the Nasdaq Capital Market and has allowed the Company until February 3, 2009 to regain compliance with the minimum bid price. The decision of the Panel to grant the Company's request for continued listing is subject to the condition that the Company must have evidenced a closing bid price of \$1.00 or more for a minimum of ten consecutive trading days by February 3, 2009, which has now been extended to May 11, 2009. The Company has received stockholder approval to effectuate a reverse stock split, through May 9, 2009, in the event that the minimum bid price has not been achieved.

Nasdaq stated in its letter to the Company that it believes this temporary suspension will permit companies to focus on running their businesses, rather than satisfying market-based requirements that are largely beyond their control in the current environment. Moreover, Nasdaq indicated that this temporary suspension should help to restore investor confidence in affected Nasdaq companies as the suspension will allow investors to make decisions without considering the likelihood of a near-term delisting.

#### **About VirtualScopics, Inc.**

VirtualScopics, Inc. is a leading provider of imaging solutions to accelerate drug and medical device development. VirtualScopics has developed a robust software platform for analysis and modeling of both structural and functional medical images. In combination with VirtualScopics' industry-leading experience and expertise in advanced imaging biomarker measurement, this platform provides a uniquely clear window into the biological activity of drugs and devices in clinical trial patients, allowing sponsors to make better decisions faster. For more information about VirtualScopics, visit [www.virtualscopics.com](http://www.virtualscopics.com).

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## **Forward-Looking Statements**

The statements contained in this press release that are not purely historical are forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended and Section 21E of the Securities Exchange Act of 1934, as amended, and are intended to be covered by the safe harbors created thereby. These forward-looking statements include, but are not limited to, statements regarding the expected benefits of the Company's investment in infrastructure and new customer contract signings and awards in 2008 and/or statements preceded by, followed by or that include the words "believes," "could," "expects," "anticipates," "estimates," "intends," "plans," "projects," "seeks," or similar expressions. Forward-looking statements deal with the Company's current plans, intentions, beliefs and expectations. Investors are cautioned that all forward-looking statements involve risks and uncertainties that could cause actual results to differ materially from those in the forward-looking statements. Many of these risks and uncertainties are discussed in the Company's Annual Report on Form 10-KSB for the fiscal year ended December 31, 2007 filed with the Securities and Exchange Commission (the "SEC"), and in any subsequent reports filed with the SEC, all of which are available at the SEC's website at [www.sec.gov](http://www.sec.gov).

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