



Jack Henry & Associates Divests Insurance Agency Outsourcing Business Line

- Sale Accomplishes Specific Goals of All Parties -

MONETT, Mo., July 1, 2008 /PRNewswire-FirstCall via COMTEX News Network/ -- Jack Henry & Associates, Inc. (Nasdaq: JKHY), a leading provider of integrated technology solutions and data processing services for financial institutions, today announced that its insurance agency outsourcing solution has been bought by the business line's management team and a private equity group. Terms of the transaction were not disclosed.

Banc Insurance Services, Inc. (BIS) was founded in 1999 to provide a turnkey outsourcing solution that enables financial institutions to own an insurance agency without the capital investments required to build or buy an agency, or the inherent operational risks. BIS was acquired by Jack Henry & Associates in 2004 and was assimilated into its ProfitStars(R) brand in 2006. The company will now be re-branded as Insuritas, Inc. with its founder, Jeffrey Chesky, serving as president and CEO, and the existing employees joining the independent company.

Kevin Williams, CFO of Jack Henry & Associates, reported, "We have a disciplined acquisition strategy and establish revenue contribution and margin expectations for every acquisition we make. Despite our best efforts, this business line did not generate the financial performance we expected. We thoroughly evaluated our options and determined divesting this business line was in the best interest of our company and our shareholders. Divesting this business line will generate a modest improvement in our margins and eliminate the negative impact it had on cash flow. We also determined that selling this business line to its highly specialized management team is in the best interest of our joint clients because it will provide a consistent service experience and ongoing access to quality insurance products. We have established a strategic business alliance with Insuritas and will actively refer current and prospective customers interested in offering commercial and personal lines of insurance to them. We believe the opportunity to once again operate as a private company focused exclusively on insurance distribution provides the best near- and long-term outlook for this business."

According to Chesky, "As a part of Jack Henry & Associates, we were able to upgrade our master agency platform and build a more technology-rich infrastructure. While we enjoyed great support within Jack Henry, we believe our business can grow more rapidly operating as an independent company. We are excited about the opportunity to leverage our success and continue designing, implementing, and managing successful insurance agency aisles in the stores of financial institutions nationwide."

Jack Henry & Associates' ProfitStars division encompasses the remaining 16 acquisitions that were made to assemble more than 50 products and services that improve the performance of financial institutions of all asset sizes and charters, and diverse corporate entities. These solutions complement virtually any core information processing platform and facilitate revenue and growth, risk mitigation and control, and cost control.

About Jack Henry & Associates, Inc.

Jack Henry & Associates, Inc. (Nasdaq: JKHY) is a leading provider of computer systems and ATM/debit card/ACH transaction processing services primarily for financial services organizations. Its technology solutions serve more than 8,700 customers nationwide, and are marketed and supported through three primary brands. Jack Henry Banking(TM) supports banks ranging from de novo to mid-tier institutions with information and transaction processing solutions. Symitar(TM) is the leading provider of information and transaction processing solutions for credit unions of all sizes. ProfitStars provides highly specialized products and services that enable financial institutions of every asset size and charter, and diverse corporate entities to mitigate and control risks, optimize revenue and growth opportunities, and contain costs. Additional information is available at <http://www.jackhenry.com>.

Statements made in this news release that are not historical facts are forward-looking information. Actual results may differ materially from those projected in any forward-looking information. Specifically, there are a number of important factors that could cause actual results to differ materially from those anticipated by any forward-looking information. Additional information on these and other factors, which could affect the Company's financial results, are included in its Securities and Exchange Commission (SEC) filings on Form 10-K, and potential investors should review these statements. Finally, there may be other factors not mentioned above or included in the Company's SEC filings that may cause actual results to differ materially from any forward-looking information.

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