



*United States Attorney
Southern District of New York*

**FOR IMMEDIATE RELEASE
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**FORMER CHAIRMAN AND CEO OF IMPATH
SENTENCED TO THREE MONTHS IN JAIL
ON SECURITIES FRAUD CHARGES**

MICHAEL J. GARCIA, the United States Attorney for the Southern District of New York, and MARK J. MERSHON, the Assistant Director in Charge of the New York Office of the Federal Bureau of Investigation ("FBI"), announced that ANURADHA D. SAAD, the former Chairman of the Board and Chief Executive Officer of Impath, Inc., was sentenced today by United States District Judge JED S. RAKOFF to three months in prison for her role in a fraud scheme involving Impath securities.

Impath was a New York-based health care company that provided cancer information services and filed for bankruptcy protection in September 2003, following the disclosure of possible accounting irregularities, according to publicly filed documents in the case.

On September 21, 2005, SAAD pleaded guilty to two counts of soliciting proxies containing false proxy statements and one count of knowingly failing to implement a system of internal accounting controls.

According to the superseding Information and SAAD's statements in connection with her guilty plea, SAAD solicited proxies on behalf of Impath which were false and misleading because they did not disclose compensation to SAAD in the form of personal expenses charged to an Impath corporate credit card and paid for by Impath, totaling approximately \$120,000, including charges for furniture, electronic equipment, beauty products, artwork, and personal travel.

Additionally, according to the superseding Information and SAAD's statements in connection with her guilty plea, SAAD

knowingly failed to implement a system of internal accounting controls at Impath sufficient to provide reasonable assurances that manual entries made to Impath's general ledger accurately and fairly reflected Impath's actual revenues and other sales information.

RICHARD P. ADELSON, Impath's former President and Chief Operating Officer, was previously charged with one count of conspiracy to commit securities fraud, to make false statements in filings with the United States Securities and Exchange Commission ("SEC"), and to falsify Impath's books and records, one count of securities fraud, and eight counts of making false filings with the SEC. Trial on those charges is scheduled to commence on January 30, 2006 before Judge RAKOFF.

SAAD, 49, resides in Beverly Hills, California.

Mr. GARCIA praised the efforts of the FBI in the investigation of this case and also expressed his gratitude to the SEC for its assistance in this matter.

Assistant United States Attorneys RAYMOND LOHIER and ALEXANDER H. SOUTHWELL are in charge of the prosecution.

The charges contained in the Indictment against ADELSON are merely accusations, and ADELSON is presumed innocent unless and until proven guilty.

If you believe you were a victim of these crimes and you wish to receive notice of future developments in the case or additional information, please go to <http://www.usdoj.gov/usao/nys/victimwitness.html> on the Internet.

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