



FOR: **DCAP Group, Inc. - NASDAQ: DCAP**  
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## **DCAP Signs Letter of Intent for Additional New York Locations; David A. Lyons Joins DCAP Group Board of Directors**

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**Hewlett, NY**—July 13, 2005 – DCAP Group, Inc. (NASDAQ: DCAP) announced today that it executed a non-binding letter of intent to acquire a group of storefront agencies in Western New York State. “This is the type of transaction we have been looking for,” said Barry Goldstein, DCAP CEO. With non-overlapping locations, upon closing, this transaction will expand the current footprint. In addition, Mr. Goldstein noted that two additional franchise agreements were executed during the second quarter, bringing the total number of locations to 71.

David A. Lyons has been elected as a director of the Company. Mr. Lyons has 25 years of management experience, principally focusing on mergers and acquisitions; Mr. Lyons currently serves as a Director of GoAmerica (NASDAQ: GOAM). Based upon Mr. Lyons’ election and his appointment to various committees of the Board of Directors, including the Audit Committee, the Company’s Board of Directors has determined that DCAP is in compliance with the NASDAQ independent director requirements that take effect on July 31, 2005.

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