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Press Release

DEBT RESOLVE TO LAUNCH iSettleNow™ WHICH WILL GIVE CONSUMERS DIRECT ACCESS TO THE COMPANY'S PATENTED ONLINE BIDDING SYSTEM

DEBT RESOLVE CREATES ALLIANCE WITH MAJOR CREDITORS; SCHEDULES CONFERENCE FOR SEPTEMBER

DEBT RESOLVE REPORTS A MAJOR EXPANSION OF ITS BUSINESS STRATEGY

WHITE PLAINS, N.Y.—August 20, 2008—Debt Resolve, Inc. (“Debt Resolve”) (AMEX: DRV) announced today that it has developed a revolutionary consumer driven debt settlement Internet site to be known as iSettleNow. Go to www.iSettleNow.com to see how consumers will be empowered to resolve their debt online and avoid the usual intrusive collection phone calls and letters. The Company is launching iSettleNow.com in response to consumer demand, the increased costs of collection, impaired settlement rates and with the knowledge of a dramatic increase in online banking and general Internet usage.

Debt Resolve also announced that it has established an Online Debt Resolution Alliance and will hold a conference for creditors on September 26, 2008 at 9AM at the Cornell Club located at 6 East 44th Street in New York City to discuss the potential of the technology and establish industry standards to maximize the effectiveness of iSettleNow. All inquiries should be directed to kmontgomery@debtresolve.com.”

With consumer debt dramatically increasing, default rates rising and Internet usage becoming the norm in every facet of life, iSettleNow is the perfect solution for both creditors and consumers. According to the Federal Reserve, Americans carry \$13.825 trillion in debt. The average household's credit card debt is \$8,565, up almost 15% since 2000. The average college student graduates with over \$20,000 in educational debt. Consumers are frustrated with traditional collection methods and are ready to use the Internet to resolve their debt. According to a survey by FiSite Research, 84% of respondents were favorable to the idea of online collection services, 83% preferred an online system, and 78% believed an online would reduce emotional stress.

James Burchetta, the Company's Chairman, stated, “The Board of Directors has unanimously approved this dramatic expansion of the Company's business model. It is the consumer that has moved every industry to the Internet. Once consumers choose a channel like iSettleNow, it says to the industry "change or get out of our way." We believe iSettleNow will be a prime catalyst to moving collections online. Just as consumers pushed the banking world to online banking, they will also push for online debt resolution. It is natural to want to settle your debts online. The

Company's Board has complete faith in management to execute this exciting new online debt resolution tool while continuing to offer products directly to the collection industry. The time is ripe for iSettleNow. There is a perfect storm of more and more debt worldwide and the realization that it will be technology, like iSettleNow, that will lower costs, improve collections and allow consumers to Bid For Financial Freedom™."

Kenneth Montgomery, the Company's Chief Executive Officer, stated, "We have expanded our business model to connect directly with consumers. We will continue to allow creditors, agencies and debt buyers to use our system, but we expect that full adoption of online collections will be consumer driven, just as it was with ATMs and online banking. According to 2006 study by Forrester, by 2011 76% of online households will bank online. In preparation for our launch in early 2009, we are inviting major creditors in every vertical market, credit card, phone, utilities, health care, student loans and mortgages, to a conference to learn more about iSettleNow and form an alliance to fully utilize the iSettleNow technology. We have been meeting with industry leaders and have received overwhelming encouragement and excitement about iSettleNow, the "ebay of debt." As a pure Internet model we continue to control expenses and expect to be cash flow positive in the middle of 2009.

David Rainey, President and Chief Financial Officer, of the Company, said, "In preparation for the launch of iSettleNow we have drastically reduced our operating costs from \$500k per month a year ago to \$180k per month. We phased out our off line collection businesses FPC, which incubated iSettleNow, to concentrate on our new consumer site. As we focus on the online consumer model, iSettleNow, we are able to generate revenue without the expenses associated with traditional businesses.

About iSettleNow and Debt Resolve, Inc.

iSettleNow is a trademarked product of Debt Resolve allowing the consumer to initiate the settlement process by making bids using Debt Resolve's patented online dispute resolution system. Debt Resolve provides lenders, collection agencies, debt buyers and utilities with a patent-based online bidding system for the resolution and settlement of consumer debt and a collections and skip tracing solution that is effective at every stage of collection and recovery. The stock of Debt Resolve is traded on the American Stock Exchange. Debt Resolve is headquartered in White Plains, New York. For more information, please visit our websites at www.debtresolve.com and www.iSettleNow.com.