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News Release

DEBT RESOLVE ANNOUNCES CLOSING OF A \$20 MILLION DEBT-FINANCING FACILITY FOR ITS DEBT PURCHASING SUBSIDIARY DRV CAPITAL

Industry veteran Howard Knauer to head unit

White Plains, New York (January 3, 2007) – Debt Resolve, Inc. (AMEX: DRV), the only company to offer a patented Internet solution for the collection and settlement of consumer finance accounts receivable, announced today that its wholly-owned subsidiary, DRV Capital LLC (“DRV”), has secured a \$20 million debt financing facility for the purpose of entering into the distressed accounts receivable purchase market. The facility was secured from Sheridan Asset Management, LLC, a White Plains, New York, based commercial finance company that specializes in providing debt capital for transactions up to \$100 million.

James D. Burchetta, Debt Resolve Chairman and CEO, said: “With the credit facility, DRV Capital plans to purchase opportunistic portfolios of consumer finance accounts receivable that will yield better margins and increased recoveries with the usage of Debt Resolve’s groundbreaking Internet collections and skip tracing solutions.” DRV will introduce the opportunity for debtors in the newly purchased portfolios to settle and pay their accounts online using Debt Resolve’s patented settlement capabilities. As demonstrated historically with Debt Resolve’s existing client installations, DRV may collect as much as 15-20% more on those accounts that choose to settle online (versus traditional methods) with a significantly lower cost of collection. “Achieving these results could be a powerful competitive advantage and allow DRV to aggressively purchase portfolios that fit the projected criteria,” added Mr. Burchetta.

DRV’s President, industry veteran Howard Knauer, was previously a Managing Director for eCast Settlement Corp., a wholly-owned consumer debt purchasing unit for Bear, Stearns & Co. Inc., and has headed the collection units for such industry leaders as American Express, Fleet and Citibank. Mr. Knauer has assembled a world-class organization and infrastructure anticipating DRV’s entry into this market.

About Debt Resolve, Inc.

Debt Resolve provides lenders, collection agencies, debt buyers and utilities a with a patented 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. Debt Resolve clients are able to collect more money from more of their customers at a significantly lower cost than other online or offline tools. The DebtResolve system was developed by experts in the consumer credit, Internet technology and collection industries, and its model makes the system simple to set up and use. Through its subsidiary, DRV Capital, LLC, the company is actively engaged in the purchase and collections of distressed accounts receivable using its own collections solutions. Debt Resolve is headquartered in White Plains, New York. For more information, visit www.debtresolve.com.

Forward-Looking Statement

This news release and other public documents and public statements of representatives of Debt Resolve, Inc. contain forward-looking statements that are subject to risks and uncertainties, including, but not limited to, Debt Resolve’s limited operating history, history of significant and continued operating losses and substantial accumulated earnings deficit, difficulties with its financial accounting controls, the failure of the market for Debt Resolve’s products to continue to develop, the inability to obtain additional capital, the inability to protect Debt Resolve’s intellectual property, the loss of any executive officers or key personnel or consultants, competition, changes in the regulatory landscape or the imposition of regulations that affect Debt Resolve’s products and other risks detailed from time to time in Debt

Resolve's filings with the U.S. Securities and Exchange Commission, including Debt Resolve's registration statement on Form SB-2. These risks could cause actual results to differ materially from those expressed in any forward-looking statements made by, or on behalf of, Debt Resolve. Debt Resolve assumes no obligation to update the information contained in this news release.

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