

● Corio and Sierra Atlantic Extend Strategic Alliance

Sierra Atlantic Becomes a Certified Corio Applications on Demand™ Partner

SAN CARLOS, CA and FREMONT, CA - March 12, 2003 - Corio, Inc. (Nasdaq: CRIO - News), a leading enterprise application service provider, and Sierra Atlantic, The Application Networks Company®, today announced they have extended their strategic alliance. Corio and Sierra Atlantic originally formed their alliance two years ago to deliver enterprise applications management through an integrated offshore model, leveraging Sierra Atlantic's Application Management Services (AMS) Center of Excellence. The relationship is now extended through Sierra Atlantic's appointment as a Certified Corio Applications on Demand™ Partner. Corio Applications on Demand™ is an end-to-end enterprise application solution available for a fixed monthly fee.

Companies today seek to reduce the substantial cost, time and skilled resources required to support enterprise applications. Corio Applications on Demand™ is a 'pay-as-you-go', utility like service to deliver leading enterprise applications from independent software vendors. Customers are able to scale the service as project needs evolve, defer expensive hardware and software costs and accelerate enterprise application projects. Corio Applications on Demand™ helps IT organizations reduce operational costs and become more efficient.

Software outsourcing offshore is transforming IT organizations in ways similar to how contract manufacturing transformed the high technology industry. At the epicenter of Sierra Atlantic's engineering operations is its India Development Center (IDC) located in Hyderabad, India. With a dedicated satellite link to Sierra Atlantic's Silicon Valley headquarters, the AMS Center of Excellence supports complex enterprise application management locally with the highest quality, lowest cost resources offshore. This combination enables extremely cost-effective solutions and significant project savings. As a Certified Corio Applications on Demand™ Partner Sierra Atlantic supports the Corio Transition, Corio OnSite and Corio Full Service delivery models.

"We are very pleased to extend our relationship with Corio by becoming a certified Corio Applications on Demand™ Partner," said Marc Hebert, executive vice president at Sierra Atlantic. "The combination of 'pay-as-you-go' utility computing with our integrated offshore model provides high quality, reliable services to our joint customers at dramatically low cost."

"On demand services help IT organizations reduce costs and become more efficient," said John Ottman, executive vice president of Worldwide Markets at Corio. "Sierra Atlantic delivers expert resources through an integrated offshore model further reducing the cost of enterprise application management."

● About Sierra Atlantic

Sierra Atlantic, The Application Networks Company®, integrates enterprise eBusiness systems and supply chains for improved customer service, operational efficiencies, and competitive advantage. Sierra Atlantic Application Networks® combine integration products and services to connect leading enterprise applications, creating robust, integrated eBusiness processes within the enterprise and across business partners.

Besides application integration solutions, we also provide software implementation services, custom software development services, software maintenance and support, and business intelligence solutions. We leverage our Global Development Center in India to deliver our services with superior quality and economics. Founded in 1993, Sierra Atlantic is headquartered in Silicon Valley with offices in Chicago, New York, London, Singapore, and India. Sierra Atlantic has over 300 delighted customers. For more information, please visit www.SierraAtlantic.com.

Sierra Atlantic, the Sierra Atlantic logo, The Application Networks Company and Application Networks are registered trademarks of Sierra Atlantic, Inc.

● About Corio

Corio, Inc. (Nasdaq: CRIO - News) is a leading enterprise application service provider (ASP). Corio Applications on Demand™ delivers enterprise applications from leading independent software vendors for a fixed monthly fee. Corio provides infrastructure, applications management, consulting services, and iSRVCE technology resource management (TRM) software. Additional information about Corio is available at <http://www.corio.com>.

Corio is a registered trademark of Corio, Inc. Applications on Demand, iSRVCE and SRVCE are trademarks of Corio, Inc. All other product and company names mentioned herein may be the trademarks of their respective owners.

FORWARD-LOOKING STATEMENTS:

Matters discussed in this release involving expectations, beliefs, plans, projections, intentions, future events or strategies are forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended, Section 21E of the Securities and Exchange Act of 1934, as amended, and the Private Securities Litigation Reform Act of 1995, and are made under their safe-harbor provisions. Such forward-looking statements are subject to certain risks and uncertainties that could cause actual results to differ materially from those projected. Forward-looking statements herein include statements regarding the relationship between Corio and Sierra Atlantic and the benefits of that relationship to Corio and its customers. Some of the specific factors that may cause actual results to differ include: the fact that Corio operates in a new industry with a rapidly-evolving business model, the fact that the structure of relationships may change and relationships may terminate, and Corio's ability to adapt its services for rapidly changing technology. Additional risks that could cause actual results to differ materially from those projected are discussed in our public filings with the Securities and Exchange Commission. Readers are cautioned not to place undue reliance on these forward-looking statements, which reflect management's analysis only as of the date hereof. Corio undertakes no obligation to publicly release the results of any revision to these forward-looking statements that may be made to reflect events or circumstances after the date hereof or to reflect the occurrence of unanticipated events.

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