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Intrinsyc's New Wireless PDA Reference Design purchased by Microsoft

New wireless handheld built with Intel

Vancouver, BC, December 19, 2002, Intrinsyc Software, Inc. (TSX:ICS), a global leader in creating, networking and managing specialized, intelligent devices, today announced Microsoft Corp. is one of the first customers for its next generation wireless handheld reference design, the MicroPDA (μPDA).

The μPDA brings a new level of innovation and possibilities to the creation of advanced wireless handheld devices that require voice, data, Internet and multimedia technologies. It supports Microsoft's Windows CE operating system, the Microsoft Smartphone 2002 software, and the Microsoft Windows Powered Pocket PC 2002 Phone Edition software, as well as multiple microprocessors such as Intel's newest chip, the PXA250. The μPDA features multiple communication, networking and peripheral support options including a color high resolution touchscreen display, audio, web camera, 'always-on' Internet connectivity, and more - all in a sleek, compact design.

The μPDA can be easily customized to fit an OEM's exact needs and is also a powerful "out of the box" solution for creating, demonstrating, and debugging handheld technology.

"We are very pleased to have collaborated with Intrinsyc on the μPDA," said Mark Casey, director of marketing for Intel's PCA Components Group. "This product will allow Intel and its customers to test and optimize software applications developed for their next-generation wireless voice and data products. The μPDA provides a highly flexible development tool that can be easily upgraded to the next-generation of Intel processor."

"Contributing to the development of the next generation of mobile and small footprint devices, Intrinsyc is delivering an innovative reference design that can utilize the full functionality of the Windows CE .NET operating system and other Microsoft mobile device platforms," said Keith White, senior director of the Embedded and Appliance Platforms Group at Microsoft. "The μPDA provides developers support for wireless networking, multimedia and Internet functionality, speeding up the development process for companies seeking to deliver innovative handheld devices."

"This is very exciting, cutting-edge technology," said Neil McDonnell, Intrinsyc President and CEO. "The fact Intel has collaborated on this project and Microsoft has purchased the μPDA reinforces the value of Intrinsyc's solutions for developing more advanced PDAs and other intelligent devices."

About Intrinsyc

Recognized by Deloitte & Touche as one of the fastest growing technology companies in North America, Intrinsyc provides unique software and hardware solutions that enable companies to cost-effectively create, network and manage a wide range of consumer and industrial devices. By leveraging Intrinsyc's products and expertise, customers make better decisions, improve productivity, and reduce time-to-market. Intrinsyc is a rapidly expanding, public company with global customers such as Microsoft, Intel, Philips, Siemens, General Electric, Ford, and BEA Systems. To find out more about Intrinsyc, visit www.intrinsyc.com.

About µPDA

Intrinsyc's µPDA is a wireless handheld reference design and development platform with fully integrated voice, data, Internet and multimedia connectivity. It supports Intel's PXA250/SA-1110 and Hitachi's SH3/SH4 microprocessors and Windows CE .NET, Pocket PC 2002 Phone Edition and SmartPhone 2002. The µPDA has a four inch high contrast VGA TFT LCD touchscreen which operates in portrait or landscape modes, an integrated VGA resolution camera for photos or video, and voice recorder, microphone, speaker and stereo output functions. For high speed development and debugging the µPDA offers an Ethernet interface and serial port, and includes WiFi via a CompactFlash or SDIO, a MultiMedia Card, and USB support. Always on Internet connectivity via an integrated GPRS/GSM modem and Bluetooth round out the features.

Forward Looking Statements

This press release may contain forward-looking statements that involve risks and uncertainties. These forward-looking statements relate to, among other things, plans and timing for the introduction or enhancement of our services and products, statements about future market conditions, supply and demand conditions, and other expectations, intentions and plans contained in this press release that are not historical fact. Our expectations regarding future revenues depend upon our ability to develop and supply products, which we do not produce today and that meet defined specifications. When used in this press release, the words "plan," "expect," "believe," and similar expressions generally identify forward-looking statements. These statements reflect our current expectations. They are subject to a number of risks and uncertainties, including, but not limited to, changes in technology and changes in the pervasive computing market. In light of the many risks and uncertainties surrounding the pervasive computing market, you should understand that we couldn't assure you that the forward-looking statements contained in this press release will be realized. The Company disclaims any intent or obligation to update or revise publicly any forward-looking statements, whether as a result of new information, future events or results or otherwise.

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