

Indefinite Postponement of Extraordinary General Meeting

October 6, 1998 -- Intrinsyc Software, Inc. has postponed indefinitely the shareholders meeting to consider the proposed merger with Annabooks Software LLC that was scheduled for October 30, 1998. The Company believes it is unlikely, due to market conditions, that the financing conditions required to be satisfied in order for the merger to complete can be satisfied within the period stipulated in the agreement between the parties.

Derek Spratt, Intrinsyc's President & CEO stated, "Intrinsyc and Annasoft remain firmly committed to supporting our long standing strategic alliance in the embedded software industry. While we continue to explore ways to satisfy the merger closing conditions, Annasoft remains our preferred distribution channel into this market. Collectively, we remain as leading total solutions suppliers for Microsoft operating systems, software components and tools, and value-added products and services. We do not anticipate a significant impact to our operational plans and projected revenues."

Intrinsyc Software Inc. (VSE:ICS, US:ISYRF) develops, markets, sells, and supports software tools, components and services for the development of Microsoft Windows-based embedded systems. These tools and components enable OEMs to rapidly develop software applications for a wide range of consumer and commercial electronics products that span multiple industries. For more information, contact Intrinsyc at info@intrinsyc.com or World Wide Web Page: http://www.intrinsyc.com.

On Behalf of the Board Intrinsyc Software Inc.

Derek Spratt President & CEO