



**PRESS RELEASE
FOR IMMEDIATE RELEASE**

Lyrtech announces operating cost reductions and change in CFO

QUEBEC CITY, February 5, 2008 — Lyrtech Inc. (Lyrtech; TSX-V: LYT) announces that it has taken important measures towards reducing costs and focusing on its core activities. More specifically, downsizing and other cost-reduction activities adopted over the last two months will generate operational annual savings of over three quarters of a million dollars.

These cost reductions do not account for the savings relating to disposal of Lyrtech's former Montreal-based manufacturing operations, which was successfully transferred to Enigma Interconnect. Manufacturing operations have, however, resumed, but without Lyrtech being financially responsible for them.

Lyrtech considers that these cost-reduction efforts will be instrumental in helping the company achieve its prime objective of attaining profitability in 2008. Other cutback initiatives will be implemented as the company focuses more on its core digital signal processing platforms and engineering activities, including manufacturing of products designed for its engineering customers.

Lyrtech also announces that its current CFO, Mr. Alain Landry, has resigned his position, effective February 5. Mr. Louis Bélanger, CEO, temporarily becomes the company's acting CFO, until a permanent replacement can be found. He is shouldered, in the meantime, by Mr. Vincent Bélanger, CA of CFO Solution Inc. Mr. Vincent Bélanger (whom is not related to Louis Bélanger) is a former CFO of Lyrtech. Lyrtech would like to thank Mr. Landry for his important contribution to Lyrtech over the last two and a half years.

About Lyrtech

Lyrtech develops and manufactures advanced digital signal processing solutions for companies worldwide, a vital technology to network and wireless communications, audio and video processing, as well as electronic systems in all fields of technology. Lyrtech offers a full range of DSP-FPGA development platforms and software IP, as well as design, prototyping, and manufacturing of electronic products through its manufacturing division. Lyrtech works in partnership with industry leaders such as Texas Instruments, The MathWorks, and Xilinx. Lyrtech's customers include many prestigious names of the consumer electronics, telecommunications, aerospace, and defense fields. For more information, visit www.lyrtech.com.

Forward-looking statements

Certain statements made in this press release regarding Lyrtech's future operations, expected financial position, future revenues, projected costs, prospects, plans and objectives are forward-looking statements. These forward-looking statements, by their nature, necessarily involve risks and uncertainties that could cause actual results to differ materially from those contemplated by the forward-looking statements. Lyrtech considers the assumptions on which these forward-looking statements are based to be reasonable at the time they were prepared, but cautions that these assumptions regarding future events, many of which are beyond Lyrtech's control, may

ultimately prove to be incorrect. Factors and risks which could cause actual results to differ materially from current expectations are discussed in Lyrtech's annual report for the year ended December 31, 2006. Lyrtech disclaims any intention or obligation to update or revise any forward-looking statements. For additional information on risks and uncertainties relating to these forward-looking statements, investors should consult Lyrtech's ongoing filings, including its most recent annual report, found on SEDAR at www.sedar.com.

The TSX Venture Exchange Inc. has not reviewed and does not accept responsibility for the adequacy and accuracy of this release.

For more information:

Louis Bélanger, president, CEO, and acting CFO
Lyrtech Inc.
(1) 418-877-4644
louis.belanger@lyrtech.com