



**PRESS RELEASE
FOR IMMEDIATE RELEASE**

Lyrtech awarded major defence electro-optics contract

Quebec City, Canada (October 23, 2008). Lyrtech Inc. (*Lyrtech*) (TSX Venture Exchange: LTK), an international provider of digital signal processing technologies, announced today that it was awarded a contract with an initial nominal value of one million dollars by Defence Research and Development Canada in Valcartier, Quebec (DRDC Valcartier), an agency of the Canadian Department of National Defence. Under the terms of this contract, Lyrtech will develop a large-area surveillance system aiming to identify and geolocate possible hazardous optical systems in urban and/or maritime environments. The system should help increase the safety of Canadian troops serving abroad. The contract will span over approximately a year—it is planned to undergo operational tests late in 2009.

“This is a major research and development contract for Lyrtech, in line with other recent awarded contracts in electro-optics and vision. This contract will draw upon Lyrtech’s expertise in electronics, software, artificial vision, and electro-optical systems,” said Louis Bélanger, president and chief executive officer of Lyrtech.

About DRDC Valcartier

DRDC Valcartier is one of Canada’s seven defence research and development centers. This agency of the Canadian Department of National Defence responds to the scientific and technological needs of the Canadian armed forces. With a broad scientific program, DRDC actively collaborates with the industry, international allies, academia, other government agencies, and the national security community.

About Lyrtech

Lyrtech, a proud member of the Texas Instruments Design House Network, 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, as well as design, prototyping, and manufacturing of electronic products. 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 defence fields.

Don't forget to visit Lyrtech's completely redesigned Web site at www.lyrtech.com.

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

For more information, contact

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