

SPECIAL DEALER BULLETIN - FOR IMMEDIATE RELEASE

April 29, 1989

Dear Authorized Microtecture Dealer:

As you may know, Microtecture has been negotiating with Sigma Design Incorporated for some time. Unfortunately, after many months of discussion, we have been unable to reach a mutually agreeable understanding. We have therefore decided to terminate further negotiations at this time.

Microtecture will continue to explore other opportunities to form a valuable strategic relationship in the CAD marketplace. In addition, we will maintain our requirements to provide for the long-term needs of our end-users and dealers. These needs include a commitment to the highest level of customer support, increased visibility in the marketplace, and a strong plan for the future of our product development objectives.

Thank you for your continuing support.

Sincerel

, Director

SGB/msw