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For Immediate Release

Vativ Secures \$11M in Series B Funding to Launch Products for Digital Video and High-Speed Networking Markets

InnoCal and Intel Join as New Investors

SAN DIEGO, February 17, 2005 -- Vativ Technologies, Inc., a leading provider of innovative DSP-based silicon solutions for high-bandwidth transport over copper, announced today that it has raised \$11 million in a second round of venture funding to launch its high performance digital television products and its 10Gigabit Ethernet devices. Participating in this round are new investors InnoCal Venture Capital, the lead investor, and the Intel Digital Home Fund. Existing investors, Redpoint Venture Capital, Mission Ventures, and QUALCOMM co-founder Dr. Andrew Viterbi also participated in the round.

“Vativ has consistently executed on its product and revenue plans with efficient capital utilization,” said Rick Gold, managing director at InnoCal Venture Capital. “They have developed advanced and innovative DSP-based products resulting in market-leading performance. We are excited to partner with such a promising company.” Gold had joined Vativ’s board of directors in conjunction with InnoCal’s investment.

“Vativ's high-bandwidth transceiver technology will be a core silicon component for transmitting very high-quality video content between consumer electronic devices, including PCs, and high-definition TVs,” said Curt Nichols, Intel Capital vice president. “This investment is part of Intel Capital's strategy of enabling an ecosystem of complementary technologies for the networked digital home.”

Vativ President and CEO Sreen Raghavan remarked: “We are very pleased to have InnoCal and the Intel Digital Home Fund investing in Vativ’s Series B funding. They are high-caliber investors with a solid track record of successful investments in the semiconductor industry. The additional capital raised in this round will enable us to accelerate our product roadmaps and expand our customer reach in the digital television and high-speed networking markets.”

About Vativ Technologies

Vativ Technologies, Inc. is a fabless semiconductor company focused on providing innovative high-bandwidth, advanced digital signal processing solutions for digital television and 10 Gigabit Ethernet LAN markets. Vativ's novel DSP technology has resulted in multiple patents filed in the U.S. and internationally. The company’s advanced architecture enables higher data rate and lower system cost while providing greater robustness and higher performance margins required for the use of low-cost media interconnects. Vativ is headquartered in San Diego, California.