



MEMSCAP
The Power of a Small World™

**MEMSCAP ANNOUNCES THE WARRANTS D
LINKED TO OPTOGONE ACQUISITION EARN-OUT CLAUSE ARE VOID**

The potential 1.7% dilution will not take place

Grenoble, France and Durham, North Carolina, January 3, 2007 – MEMSCAP (Euronext: MEMS), the leading provider of innovative solutions based on MEMS (micro-electro-mechanical systems) technology, today announces the warrants D issued for the acquisition of Optogone are void. Their full exercise could have led to the creation of 75.757 new common consolidated MEMSCAP shares.

The December 2004 shareholder's meeting had decided, for the acquisition of Optogone, to issue as consideration additional shares, in the form of warrants D, contingent on Optogone achieving certain revenue targets over an earn-out period starting on January 1st 2005 and ending on December 31, 2006.

Since the revenue target has not been reached on December 31, 2006, the warrants D cannot be exercised, and become void. Thus, the potential 1.7% dilution for MEMSCAP shareholders, will not take place.

About MEMSCAP

MEMSCAP is the leading provider of innovative micro-electro-mechanical systems (MEMS)-based solutions. MEMSCAP standard and custom products and solutions include components, component designs (IP), manufacturing and related services. MEMSCAP customers include Fortune 500 businesses, major research institutes and universities. The company's shares are traded on the Eurolist of Euronext Paris S.A (ISIN: FR0010298620-MEMS), where MEMSCAP belongs to the Next Economy segment. More information on the company's products and services can be obtained at www.memscap.com.

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