



Media Contact: Linda Soukup, PureChoice, Inc., 952-985-0500

PURECHOICE MAKES REVISED CASH MERGER OFFER FOR MATHSTAR

BURNSVILLE, Minn. (June 5, 2009) – PureChoice, Inc., a leader in building performance software, has made a revised merger offer to MathStar, Inc. providing for a \$1.28 per share cash payment to the MathStar stockholders. The offer represents an increase of \$.24 per share over PureChoice's offer of May 11, 2009.

The merger offer was outlined Thursday, June 4, 2009 in a letter to the MathStar board of directors from Bryan Reichel, President and CEO of PureChoice. This new offer is \$.13 per share, or 11 percent higher than the tender offer made by Tiberius Capital on June 1, 2009. PureChoice has offered to purchase all of the stockholders' interests, whereas Tiberius Capital's offer was the purchase of 51 percent of the outstanding shares.

The PureChoice merger offer is contingent upon several factors, including minimum MathStar cash balances and maximum MathStar liabilities at closing, and the absence of certain specified transactions, commitments or other arrangements between January 1, 2009 and the closing date.

This press release contains various forward-looking statements and information that are based on PureChoice's management beliefs, as well as assumptions made by and information currently available to management. Such statements are subject to various risks, uncertainties and other factors that could cause actual results to differ from those expressed in the forward-looking statements.

About PureChoice

PureChoice of Burnsville, Minn., is a leader in building-performance reporting software designed to help business and property owners/managers maximize energy conservation and create superior indoor environments. PureChoice offers value-added solutions that enhance building performance and occupant productivity. Visit www.purechoice.com for more information or call toll-free 800-845-5544.

PURECHOICE

June 4, 2009

Board of Directors
MathStar, Inc.
19075 NW Tanasbourne Drive
Hillsboro, OR 97124

RE: Revised Cash Merger Offer

Gentlemen:

Following our receipt of a letter dated May 18, 2009, from Mr. Pihl, and after considering the pending tender offer of \$1.15 per share announced by Tiberius Capital, we have decided to revise our merger offer to provide MathStar stockholders with cash of \$1.28 per share, subject to the same conditions described in our letter to the board dated May 11, 2009.

We believe our offer is meritorious and in the best interests of MathStar's stockholders for the following reasons:

(1) MathStar ceased operations over a year ago and has devoted, without any discernable success, the last 13 months and more than \$1.5 million of stockholder resources to finding a merger partner that participates in the same or a related industry. The longer MathStar waits for a suitor deemed acceptable by the MathStar board, the more MathStar resources will be wasted. In short, no legitimate purpose will be served by using more of MathStar's dwindling resources to pursue the board's failed plan to realize value from MathStar's technology and net operating loss carry-forwards.

(2) The Tiberius Capital tender offer is inadequate in relation to our revised merger offer. The PureChoice merger offer is \$.13 per share, or 11 percent higher than the tender offer made by Tiberius Capital. More importantly, PureChoice has offered to purchase all of the stockholders' interests, not merely 51 percent of the outstanding shares.

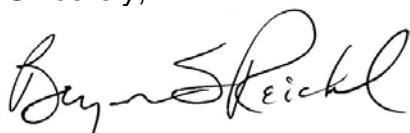
(3) In the absence of a merger offer from a participant in MathStar's industry (which has not been forthcoming), a complete self-liquidation is MathStar's only alternative to a cash-out merger or tender offer. Mr. Pihl has opined that the dissolution and liquidation process will require up to three years, and Clint Morrison of Feltl estimates MathStar will spend at least \$2 million of additional MathStar stockholder resources to complete that process. By our estimation and using asset and liability amounts reported by MathStar at March 31, 2009, stockholders will receive only \$1.25¹ in a company-initiated liquidation.

In summary, our revised offer represents a superior value to MathStar stockholders in relation to: (1) the pending tender offer, (ii) the amount MathStar can produce via liquidation, and (iii) the result of ongoing and unsuccessful board efforts to secure a merger partner participating in MathStar's industry.

We assume that, consistent with your fiduciary duty to the stockholders of MathStar, you will contact the undersigned as soon as possible regarding this proposal. If no response is received, this proposal will expire at 5:00 p.m. central time on June 19, 2009.

This letter is not intended to form a legally binding agreement. The terms of the parties' agreement, if any, shall be set forth in the definitive merger agreement to be negotiated.

Sincerely,



Bryan S. Reichel
President/CEO

cc: Douglas M. Pihl
Benno G. Sand
Merrill A. McPeak
Richard C. Perkins
Mike Maerz

¹ Determined as follows:

	In Thousands (Except per Share Amounts)
Cash and cash equivalents at March 31, 2009 ^(a)	\$14,004
Total liabilities at March 31, 2009 ^(a)	(530)
Estimated liquidation costs ^(b)	<u>(2,000)</u>
Estimated liquidation value	\$11,474
Common shares outstanding	<u>9,181</u>
Self-liquidation value per share	<u>\$1.249</u>

^(a) As reported on MathStar Form 10-Q.

^(b) Estimate per Clint Morrison at Feltl.