

Solar Energy Developer Innovalight Raises \$7.5 Million

Printable silicon ink technology offers hope for cheaper renewable energy

SANTA CLARA, Calif. (May 1, 2006) - Innovalight, Inc., a privately-held firm focused on developing low-cost, nanotechnology-based printed solar cells, today announced that the company has raised an additional \$7.5 million in private equity financing.

This Series B financing led by Harris & Harris Group, Inc., includes investment from existing investors Apax Partners, ARCH Venture Partners, Sevin Rosen Funds and Triton Ventures. Innovalight plans to employ this additional capital to accelerate the development of ultra-low cost, lightweight solar cells using a proprietary silicon ink-based technology.

“We are honored to lead this round of funding for Innovalight as the company is addressing an important problem with an innovative solution,” said Dr. Daniel Leff, executive vice president and managing director at Harris & Harris Group, Inc. Dr. Leff will also join Innovalight’s board of directors.

Today, over 90 percent of solar energy modules are made from crystalline silicon wafers that are costly to produce and in critical short supply because of competing demand from the semiconductor industry.

“Today, solar energy represents a paltry two-hundredths of one percent of the total global electrical energy generated because current production methods are still too expensive,” said Conrad Burke, president and chief executive officer.

“Innovalight is developing a technology that could ultimately reduce the cost of producing solar-generated electricity tenfold.”

Innovalight was recently recognized as a 2006 Technology Pioneer by the World Economic Forum, Switzerland, for the company’s potential to substantially reduce the cost of clean, renewable energy production.

About Innovalight, Inc.

Innovalight was founded in 2002 and is based in Santa Clara, California. The company is developing a new era of ultra low-cost, high-performance renewable energy products, by harnessing the yet untapped powerful quantum effects of silicon nanotechnology. Innovalight is venture capital backed and has also received development grants from the Department of Energy, and the National Science Foundation. More information on Innovalight can be found at www.innovalight.com.

About Apax Partners

Apax Partners is one of the world's leading private equity investment groups. It operates across the United States, Europe, Israel and Asia and has more than 30 years of investing experience. Funds under the advice of Apax Partners total \$20 billion around the world. These Funds provide long-term equity financing to build and strengthen world-class companies. Apax Partners Funds invest in companies across its global sectors of Retail & Consumer, Tech & Telecom, Media, Healthcare and Financial & Business Services. For more information on Apax Partners please visit www.apax.com.

About ARCH Venture Partners

ARCH Venture Partners has been investing in seed and early-stage technology companies for 20 years and has special expertise in building technology companies with leading scientists and researchers from Universities and National Laboratories. ARCH manages over \$1 billion in capital, and operates nationally with offices in Austin, Chicago, San Francisco and Seattle. More information on ARCH Venture Partners can be found at www.archventure.com.

About Harris & Harris Group, Inc.

Harris & Harris Group is a publicly-traded venture capital company that invests exclusively in tiny technology, including nanotechnology, microsystems and microelectromechanical systems (MEMS). The Company's last 30 initial private equity investments have been in tiny technology-enabled companies. The Company has 20,756,345 common shares outstanding. Detailed information about Harris & Harris Group and its holdings can be found on its website at www.TinyTechVC.com.

About Sevin Rosen Funds

Sevin Rosen Funds is a top-tier venture capital firm with a track record of funding successful companies since 1981. The partnership has consistently made early-stage investments in pioneering technologies and companies with the potential to create new markets. Compaq, Lotus, Cypress, Electronic Arts, SGI, Citrix and Ciena are representative of some of the firm's successful IPOs. The firm has offices in Dallas, Palo Alto, Austin and San Diego. For more information, please visit www.srfunds.com.

About Triton Ventures

Triton Ventures is a venture capital firm based in Austin, Texas investing in spinout and startup technology companies whose products give them a defensible position in large and growing markets. Triton was established with the belief that significant opportunities exist to transfer technology from corporate or institutional development environments into new entrepreneurial companies focused on rapid growth. More information on Triton Ventures can be found at www.tritonventures.com.

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