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Item 1.01 Entry into a Material Definitive Agreement.

On February 27, 2006, the Compensation Committee (the "Committee") of Immersion Corporation, a Delaware corporation (the "Company"), established 2006 salaries for the Company's Chief Executive Officer and the three other most highly compensated executive officers for 2005 (the Company's most recently completed fiscal year) (the "Named Executive Officers"). The base salaries for 2006 for the Named Executive Officers are as follows:

| | |
|---|-----------|
| Victor Viegas, President and Chief Executive Officer | \$275,000 |
| Stephen Ambler, Chief Financial Officer and Vice President, Finance | \$208,000 |
| Richard Vogel, Senior Vice President and General Manager, Medical | \$210,000 |
| Michael Zuckerman, Senior Vice President and General Manager, Industrial | \$200,000 |

On February 27, 2006, the Committee approved options to purchase the following number of shares to each of the Named Executive Officers:

| | |
|---|---------------|
| Victor Viegas, President and Chief Executive Officer | 0 shares |
| Stephen Ambler, Chief Financial Officer and Vice President, Finance | 15,000 shares |
| Richard Vogel, Senior Vice President and General Manager, Medical | 50,000 shares |
| Michael Zuckerman, Senior Vice President and General Manager, Industrial | 0 shares |

Each option was granted effective as of February 27, 2006, with an exercise price equal to \$6.95, the closing price of the Company's common stock on the Nasdaq Stock Market on February 27, 2006. Twenty-five percent (25%) of each option vests one year following the option grant date, with the remaining portion of the option vesting monthly in 36 substantially equal installments.

Pursuant to the requirements of the Securities Exchange Act of 1934, as amended, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

IMMERSION CORPORATION

Date: March 1, 2006

By: /s/ Stephen M. Ambler

Stephen M. Ambler
Chief Financial Officer
and Vice President, Finance