



International Business Machines Corporation

Storage Systems Products Division Tucson, Arizona 85744 802/799-1000

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X3.280

Lynn Barra X3 Secretariat 1250 Eye St NW Suite 200 20005 Washington DC

Subject:

Adaptive Lossless Data Compression Algorithm (ALDC)

Dear Ms. Barra

In the event the proposed standard is adopted and the standard cannot be practiced without the use of one or more issued patents, including design patents for type fonts, but excluding other design patents which are now or hereafter owned or controlled by IBM. IBH agrees upon a request to grant a non-exclusive license under such patent or patents on a non-discriminatory basis and on reasonable terms and conditions including its then current royalty rates and provided a similar grant under license's patents within the scope of the license granted to license is made available upon request to IBM.

A more specific statement on the license IBM is willing to grant can be obtained by ANSI, upon request, when the proposed standard is in final form, ready for adoption. Such request should be submitted to:

> IBM Director of Licensing International Business Machines Corporation 500 Columbus Avenue Thernwood, New York 10594

If you require any further information in this regard, please let me know.

Kevin J. Reardon Lab Director

KJR:mim