



Mr. John Lohmeyer
T10 Chair
LSI Logic Corp.
4420 ArrowsWest Dr.
Colorado Springs, CO 80907

Re: Licensing Statement for T10 Standards

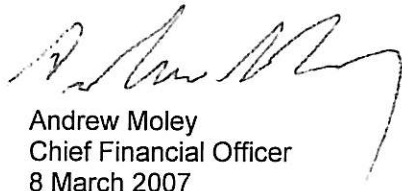
Dear Mr. Lohmeyer:

NeoScale Systems, Inc. is participating in the development of T10 SCSI Storage Interface Standards. If any of the proposed standards are adopted by ANSI as standards and if any NeoScale owned patents and patent applications contain claims that are required for practicing these standards, NeoScale is prepared to offer a non-exclusive license to such patents and patent applications to the extent required to implement the standard, under reasonable, non-discriminatory terms and conditions, subject to receipt by NeoScale of reciprocal licenses from the licensee.

Any party wishing to request a license should write to:

Andrew Moley
Chief Financial Officer
c/o Neoscale Systems, Inc.
1655 McCarthy Blvd.
Milpitas, CA 93035 USA

Thank you,



Andrew Moley
Chief Financial Officer
8 March 2007