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February 15, 2006

Mr. Dan Colegrove  
T13 Chairman  
Hitachi Global Storage Technology Inc.  
10624 S. Eastern Ave. Suite A-353  
Henderson, NV 89052

Ms. Lynn Barra  
Associate Director, Standards Operations  
INCITS/Information Technology Industry Council  
1250 Eye Street NW - Suite 200  
Washington, DC 20005

**RE: Disclosure of patent rights relevant to T13 standards**

Dear Mr. Colegrove and Ms. Barra:

In accordance with the Patent Policy of ANSI, M-Systems Flash Disk Pioneers Ltd (“**M-Systems**”) hereby discloses as follows:

1. M-Systems is the holder and owner of the patents and patent application listed below (collectively, the “**M-Systems IPR**”). The M-Systems IPR covers technologies which may be relevant to the implementation of the ATA/ATAPI 8 Standard T13/1699D.
  - a. US patent 6,324,537 – DEVICE, SYSTEM AND METHOD FOR DATA ACCESS CONTROL
  - b. US patent 6,539,380 – DEVICE, SYSTEM AND METHOD FOR DATA ACCESS CONTROL
  - c. US patent application 10/304,772 (Publication Number 2004/0103288A1) - APPARATUS AND METHOD FOR SECURING DATA ON A PORTABLE STORAGE DEVICE.
2. Without waiving any rights in or to the M-Systems IPR, M-Systems hereby provides its assurance that it is prepared to license the M-Systems IPR under reasonable and demonstrably non-discriminatory terms and conditions, including, without limitation, at a reasonable royalty rate.

3. M-Systems license grant may be conditioned upon licensee's grant of reciprocal license under licensee's intellectual property rights ("**IPR**") and the IPR owned by parties with which licensee is affiliated. In assessing what terms are reasonable, M-Systems may refer to the royalty rates set by a potential licensee for its own IPR and the IPR of parties with which licensee is affiliated. M-Systems also reserves the right to grant licenses to the M-Systems IPR as part of a cross-license with any other party.

Yours sincerely,



Menahem Lasser  
Vice President  
Intellectual Property and Future Technologies