

RELEASE TO AUSTRALIAN SECURITIES EXCHANGE ("ASX")

17 MAY 2011

UNILOC USA v MICROSOFT

- 1. In our announcement dated 11 February 2011 we reported that both Uniloc USA and Microsoft had filed petitions to the U.S. Court of Appeals for the Federal Circuit ("Federal Circuit") to rehear parts of the appeal that was decided on 4 January 2011.
- 2. In our announcement dated 25 March 2011, we further reported that the Federal Circuit had denied Microsoft's petition for a rehearing. This petition sought to have a total re-trial on all issues and not just damages.
- 3. On 16 May 2011 Uniloc USA's petition, which sought to have the order for a re-trial on damages overturned and for the original award in its favour of US\$388M to be reinstated, was denied by the Federal Circuit.
- 4. Unless either side seeks to appeal to the U.S. Supreme Court, the next step in this case is for the matter to be listed for a re-trial on damages to determine the amount of damages Microsoft must pay Uniloc for the infringement of its patent.

Diane Jones

Chief Operating Officer