Explanation of Corporate Reorganization

As is described more fully in Exhibit I.5. to this application, the Plan of Reorganization contemplates that two mergers will occur immediately after one another**.** First, Flourite will merge into Flarion Technologies, Inc ("Flarion"), with Flarion the surviving corporation, controlled by QUALCOMM as the corporate parent of Flourite. Second, Flarion will be merged into Quartz Acquisition Corporation ("Quartz"), a wholly-owned subsidiary of QUALCOMM Incorporated ("QUALCOMM"). Quartz will be the surviving corporation**.** To the extent the Commission believes that a *pro forma* assignment of the subject license, from Flarion to Quartz, is necessary, applicants respectfully request that the Commission consent to such an assignment as part of this application.