



incNETWORKS
Enterprise Wireless Communications

Form 442 File Number 0277-EX-PL-2001

Exhibit 1-item 7

IncNETWORKS' program of research and experimentation is to develop and trial prototype enterprise (in-building and campus) wireless communications systems using small distributed base stations or network access points with software defined radio technology for voice, data, and multimedia traffic. These systems are intended to work with a variety of mobile devices, e.g. cellular and PCS telephones, PDAs, laptop computers. This is an extension and expansion of some of the experimental work begun at AT&T for enterprise wireless communications systems (under call sign WA2XOI). Cellular and PCS frequencies will be reused efficiently, new wireless services can be provided, and new wireless coverage will be provided within problematic enterprise locations.

The objective is to demonstrate in the incNETWORKS laboratory as well as in field tests in multiple locations in New Jersey, the feasibility of such enterprise wireless communications systems, and to test the incorporation of additional new wireless technologies as they become available e.g. voice over IP, GPRS, 3rd generation CDMA.

This license request is specifically targeted at testing in GSM frequency bands in use in Europe and Asia in order to expand the potential market for incNETWORKS' systems but otherwise is similar to the license WC2XTI previously granted to incNETWORKS.