

June 19, 2002

Federal Communications Commission  
Experimental Licensing Branch  
MS 1300E1  
445 12<sup>th</sup> S.W.  
Washington, DC 20554

Re: MeshNetworks, Inc.

Gentleman/Ladies:

On December 20, 2001, the Federal Communications Commission ("FCC") issued to MeshNetworks, Inc ("MeshNetworks") an experimental license (Call Sign: WC2XUE; File Number: 0170-EX-PL-2001) (the "License") pursuant to which Section (4) of the Special Conditions requires MeshNetworks to file a Progress Report every six months. This is the first such report.

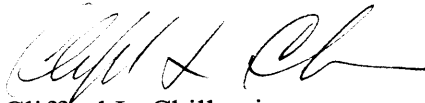
Progress Report:

- (1) MeshNetworks has continued to maintain and operate a mobile demonstration system of its technology in Maitland, Florida in conformity with sections (1), (2) (3) (5) and (6) of Special Conditions of the License. This demonstration system was originally approved and operated under Special Temporary Authority granted to MeshNetworks by the FCC (File Number: 0213-EX-ST-2001; Dated June 8, 2001). MeshNetworks expects to maintain this demonstration system until it establishes the first Station Location which will incorporate Maitland and portions of Orange County (Orlando).
- (2) As indicated above, MeshNetworks is in the planning stages of its first authorized Station Location in Maitland/Orlando, Florida. We expect this mobile demonstration system to be fully deployed and operational by the first quarter 2003. Portions of the system will be tested in the third and fourth quarter of 2002, and if acceptable, may be operated in accordance with the License.
- (3) MeshNetworks expects to conduct mobile nationwide demonstrations of its technology pursuant to section (6) of Special Conditions of the License. One such demonstration was conducted in May in Kokomo, Indiana. Other demonstrations are in the initial planning stages.
- (4) At this time MeshNetworks expects to submit its hardware technology for Part 15 testing and certification in the third quarter of 2002.

(5) Additionally, on May 29, 2002, MeshNetworks made a presentation at the FCC's Washington offices sponsored by the FCC's Office of Engineering and Technology entitled Wireless Ad Hoc- Peer-to-Peer Networks. Among other things, this presentation included information regarding the further development of our technology and its deployment.

If the FCC requires any further information regarding the activities of MeshNetworks related to the License, please contact the undersigned.

Sincerely,

A handwritten signature in black ink, appearing to read "Cliff L. Chillemi", with a stylized flourish at the end.

Clifford L. Chillemi  
Vice President and General Counsel