

Exhibit 1

The National Security Agency has contracted with QUALCOMM Incorporated (contract number MDA904-94-C-C116) for a proof-of-concept demonstration of a handheld radio system incorporating commercial cellular phone technology. The government has given the name CONDOR to this handheld radio system. The purpose of the CONDOR proof-of-concept program is to demonstrate that QUALCOMM's CDMA system can be adapted to provide the following features not currently available on digital cellular systems:

- a high quality encrypted direct interconnection into the public switched telephone network (PSTN)
- a "virtual" point-to-point (and point-to-multipoint) capability within the CDMA system to allow for Land Mobile Radio (LMR) type operation.

The LMR mode of operation provides a push-to-talk (PTT) capability to a closed network of users (and between two users).
