

EXHIBIT 1

Date: 2001OCT29

Applicant:

Sarnoff Corporation
CN5300
Princeton, NJ 08543-5300

Narrative Statement:

The Sarnoff Corporation has a program for the development, test, and demonstration of a LMDS (Local Multi-point Distribution Service) system. It is intended that this system will be used to facilitate the interconnection of various telecommunications equipment; including telephones, video conferencing, and data streams from telemetry and computers between two or more geographically separate sites. This will be accomplished with both hub and subscriber transceivers using high gain antennas and the minimal effective radiated power to exhibit acceptable signal to noise and resultant bit error rates.

When the initial designs are approved, procurement of the necessary parts to integrate one hub unit and one subscriber hub will progress. Testing will begin on or around 2001Oct18 and continue for approximately one year.

This system will then be documented and dismantled for delivery to our client.

Project: Digital Near-Line-of-Sight Last-Mile System.

Contract Number: WJW2001977