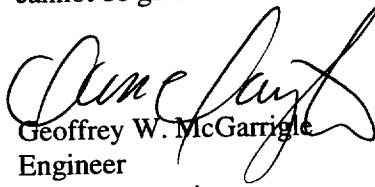


EXHIBIT Number 1

June 24, 1996

XEN has contracts with the United States Navy to perform work of a classified nature. One such contract is 95-C-0792. Due to the classified nature of the work, a detailed description cannot be given in this forum.



Geoffrey W. McGarrigle
Engineer
XEN Corporation