6 June 2003

To: Rhett Butler, Ph.D.  
From: J. Eric Stein

Subject: IRIS NEGOTIATIONS WITH AT&T

Dear Dr. Butler,

This is to confirm that you have been negotiating with AT&T on the behalf of IRIS for interests in certain portions of various trans-oceanic cable systems that are at various stages in the retirement process.

AT&T, as Chairman of the Management Committee (or General Committee, as appropriate) has been negotiating with your good self and has been maintaining a correspondence with the Members of each of the cable systems for all or part of those systems as described below:

TAT8, 9, 10, and 11: Specific portions / segments of the Cable systems

Guam-Philippines-Taiwan Cable System: That portion from the Guam cable landing to an as yet to be determined point in the Pacific Ocean.

Hawaii 4/ TransPacific Cable 3 Cable System: the entire cable system.

These negotiations include the wet portion of the cable system, spares, cable station space and other requirements.

Upon the conclusion of mutually satisfactory Agreements involving each / all of the components, the Title of the Cable System, or the appropriate portion hereof, IRIS will have responsibility and ownership of the specific portions and the rights and obligations associated with same.

With best regards,

J. Eric Stein  
AT&T