H263-0

Intellectual Property Office Hitachi, Ltd.

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Dr. Theodor Irmer Director Telecommunication Standardization Bureau International Telecommunication Union Place des Nations 1211 Geneva 20 Switzerland

Dear Dr. Irmer,

Hitachi, Ltd. declares that it will license its patents, both granted and pending, which are necessary to manufacture, use or sell implementation of ITU-T Recommendation H.263 following the ITU-T TSB Patent Policy 2.2.

Hitachi, Ltd. also declares that it is willing to grant a license to an unlimited number of applications throughout world under reasonable terms and conditions that are demonstrable free of any unfair competition to parties who has submitted or will submit an equivalent undertaking with regard to implementation of ITU-T Recommendation.

Sincerely yours,

Katsuo Ogawa

Director and General Manager

Intellectual Property Office