Exhibit 38

From: Jim Schrempp
Sent: Wednesday, July 05, 2000 2:43 PM
Subject: Audible Magic has a product!

Hi all,

Sorry to spam you all, but I thought you'd like to know - - - we're announcing the birth of our baby! It's called "clango" (pronounced clang - o). We've been working hard on the product and just put a version of it out for alpha testing. This version doesn't have all the final features, but it does work - and it won't mess up your PC! It has a few rough edges you may run into, let us know if you find one.

What does it do? It tells you the exact song title, artist, and album of the song you are listening to on your PC. For clango to be of value to you, you have to be listening to music over the internet. Say you're listening to your favorite radio station from www.broadcast.com. You hear a song and wonder what the title is... press the little round button on clango and within 30 seconds we'll tell you what it is! Even more, if you want to buy the album, just click on the song title and we'll ship you off to a retailer to complete the purchase.

We would love to have people download the application, try it, and tell us about the experience.

You can get information and the download at: www.clango.com   If you have any problems, email or call me. There's also a list of frequently asked questions on the web site that might help.

It's a little scary to be letting our piece of software out of the laboratory but, nothing ventured nothing gained.

Give it a whirl and clango away!

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