

February 3, 1999

Mr. Scott C. Sander President SIGHTSOUND.COM 733 Washington Road Suite 400 Mt. Lebanon, PA 15228

Dear Mr. Sander:

Thank you for your interest in Apple and for the phone calls following your letter of January 15, 1999.

Apple is interested in learning more about your proposed business arrangements on a non-confidential and non-obligation basis to better understand the potential business and value to Apple.

If you are interested in pursuing these discussions with Apple under these terms, please contact Nancy Underwood here in Cupertino, California at (408) 974-0183 and sign the duplicate copy of this letter, where indicated below, and return it to me.

Very truly yours,

APPLE COMPUTER, INC.

Albert P. Cefalo

Associate General Counsel

Director of Patent,

Trademark & Copyright

APC/ec

cc: Nancy Underwood

I have read, and understood that our discussions with Apple Computer, Inc. through Nancy Underwood will be non-confidential and without obligation by either party.

Scott C. Sander, President

Signature

Apple Computer, Inc. 1 Infinite Loop Cupertino, California 95014-2084 (408) 996-1010

Telex: 171-576