IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF TEXAS TYLER DIVISION

VIRNETX INC.,		ş
	Plaintiff,	ş
		§
v.		§
		§
MICROSOFT CORPORATION,		§
		§
	Defendant.	§
		§
		§

CIVIL ACTION NO. 6:10CV94 (LED)

JURY TRIAL

STIPULATION OF DISMISSAL

Plaintiff VirnetX Inc. and Defendant Microsoft Corporation ("Microsoft"), by and

through their respective attorneys, hereby stipulate and agree as follows:

I.

All claims asserted against Microsoft in this action are dismissed with prejudice.

II.

Each of VirnetX and Microsoft will bear its own costs, expenses, and fees in connection

with this action.

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Dated: May 18, 2010

<u>/s/ Douglas A. Cawley</u> Douglas A. Cawley (Lead Attorney) MCKOOL SMITH P.C. 300 Crescent Court, Suite 1500 Dallas, Texas 75201 Telephone: (214) 978-4000 Telecopier: (214) 978-4044 dcawley@mckoolsmith.com

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Attorneys for Defendant Microsoft Corp.

CERTIFICATE OF SERVICE

The undersigned certifies that the foregoing document was filed electronically in compliance with Local Rule CV-5(a) on this 18th day of May, 2010. As of this date, all counsel of record have consented to electronic service and are being served with a copy of this document through the Court's CM/ECF system under Local Rule CV-5(a)(3)(A).

/s/ Jae Ko Jae Ko