

TO BECOME THE LEADING SUPPLIER OF INTERACTIVE MEDIA SERVICES TO THE INTERNET ECONOMY.

I WANT TO TALK FOR A MINUTE ABOUT THE TECHNOLOGIES THAT WE'RE BRINGING TOGETHER, THEN TURN IT OVER TO PAT.

EXCALIBUR TECHNOLOGIES IS THE WORLD'S LEADING DEVELOPER OF ADVANCED, SEARCH-POWERED, MULTIMEDIA SOLUTIONS FOR INTELLIGENTLY ACCESSING AND UTILIZING CONTENT OVER INTERCONNECTED NETWORKS. THEIR MEDIA SERVICES GROUP PROVIDES LEADING VIDEO CONTENT MANAGEMENT ENABLING TECHNOLOGIES FOR THE INTERNET AND CORPORATE INTRANETS, AND THEIR APPLICATIONS GROUP POWERS SOME OF THE WORLD'S LEADING ECOMMERCE, WEB AND CORPORATE PORTAL SITES WITH ADVANCED TEXT RETRIEVAL.

INTEL IS THE WORLD'S LEADING CHIPMAKER BUT WHAT MANY OF YOU MAY NOT KNOW IS THAT INTEL ALSO HAS DEVELOPED A PATENTED TAMPER RESISTENT SECURITY SYSTEM AND WE ARE AN INDUSTRY LEADER IN DATA AND VIDEO INTEGRATION. SO BY BRINGING TOGETHER KEY INTERNET TECHNOLOGIES WE WILL BE ABLE TO PROVIDE A NEW ONE-STOP INTERACTIVE MEDIA SERVICES COMPANY WITH THE ABILITY

TO PUT VALUABLE ASSETS INTO ARCHIVES AND SUBSEQUENTLY DELIVER THEM SECURELY OVER THE INTERNET.

IN SUMMARY, THIS DEAL PRESENTS BRANDED CONTENT OWNERS WITH A UNIQUE OPPORTUNITY TO TAKE ADVANTAGE OF THE GROWING NUMBER OF BROADBAND CONNECTED HOMES INTERESTED IN ACCESSING COMPELLING CONTENT.

NOW LET ME HAND IT OVER TO PAT.

PAT CONDO: THANKS RON. WE TOO ARE VERY EXCITED ABOUT THIS NEW COMPANY. IT WILL BUILD ON THE BEST OF OUR INDIVIDUAL STRENGTHS TO EMERGE EVEN GREATER IN COMBINATION - A COMPANY WITH THE RESOURCES, THE CAPABILITIES AND THE VISION TO FIRMLY ESTABLISH ITSELF AS A LEADER IN WEB-BASED INTERACTIVE MEDIA SERVICES.

INDEED, THIS AGREEMENT WITH INTEL REPRESENTS MORE THAN A LOGICAL NEXT STEP FOR EXCALIBUR. RATHER, IT PROPELS US TO THE FOREFRONT OF MULTIMEDIA MANAGEMENT ON THE INTERNET. IT COMBINES EXCALIBUR'S RECOGNIZED STRENGTHS IN MULTIMEDIA CONTENT MANAGEMENT WITH INTEL'S RECOGNIZED CAPABILITIES FOR PROTECTING HIGH-VALUE CONTENT. IT GIVES US A DEEP POOL OF TALENT TO DRAW ON BY JOINING GIFTED EXCALIBUR PERSONNEL WITH INTEL'S RECOGNIZED EXPERTS IN INTERACTIVE MEDIA.

I WANT TO EXPAND A LITTLE ON THE OPPORTUNITY RON DESCRIBED. MANY CONTENT OWNERS TODAY WANT TO EXTRACT NEW VALUE FROM THEIR VIDEO ASSETS BY USING A BROADBAND INTERNET, BUT THEY'RE DISSUADED BECAUSE AT PRESENT THIS SIMPLY CAN'T BE DONE SIMPLY AND PROFITABLY.

LET ME GIVE YOU AN EXAMPLE: A SPORTS LEAGUE WANTS TO SELL END USERS THE RIGHTS TO VIEW A FULL SEASON OF GAMES OVER THE INTERNET NOT ONLY IN REAL TIME, BUT ALSO TIME-SHIFTED - SO SUBSCRIBERS CAN WATCH WHOLE GAMES OR SEARCH AND FIND JUST THE PARTS THEY WANT TO WATCH, WHEN THEY WANT TO WATCH THEM. THE LEAGUE WANTS TO ENSURE THAT ONLY SUBSCRIBERS HAVE ACCESS TO THESE GAMES, THAT SUBSCRIBERS' VIEWING EXPERIENCES EXCEED ANYTHING THEY MIGHT GET ELSEWHERE, AND THAT THE DISTRIBUTION OF THESE GAMES COMES OFF WITHOUT A HITCH.

WELL, THE ONLY WAY TO DO THAT RIGHT NOW IS TO BUY THE CAPABILITIES OF MANY DIFFERENT COMPANIES AND THEN PAY AN INTEGRATOR TO COBBLE THEM TOGETHER INTO A WORKABLE SYSTEM. THROUGH THIS NEW COMPANY, THE LEAGUE CAN COME TO US AS A SINGLE SOURCE WITH ALL OF THE TECHNOLOGIES AND CAPABILITIES NEEDED TO MEET AND EXCEED THEIR REQUIREMENTS.

LET ME CONCLUDE BY SAYING NO COMPANY TODAY HAS THE PEOPLE, THE TECHNOLOGY, THE RESOURCES, THE CUSTOMERS, THE ASSOCIATIONS AND THE VISION THAT THIS NEW COMPANY WILL HAVE THROUGH THE COMBINATION OF EXCALIBUR AND INTEL. THIS IS WHY I BELIEVE WE'LL SUCCEED. AND THIS IS WHY WE'LL WIN A LEADING POSITION IN INTERACTIVE MEDIA SERVICES.

AGAN/MODERATOR: THANKS PAT. AT THIS TIME, WE'LL MOVE TO QUESTIONS AND ANSWERS. WE HAVE ABOUT 20 MINUTES. PLEASE ASK ONLY ONE QUESTION AT A TIME UNTIL OTHERS HAVE HAD A CHANCE TO ASK THEIRS THANK YOU.

OPERATOR: OUR FIRST QUESTION IS FROM...

Intel and Excalibur plan to file a joint proxy statement/prospectus and other relevant documents concerning the merger with the Securities and Exchange Commission (the "Commission"). WE URGE INVESTORS AND STOCKHOLDERS TO READ THE JOINT PROXY STATEMENT/PROSPECTUS AND ANY OTHER RELEVANT DOCUMENTS TO BE FILED WITH THE COMMISSION BECAUSE THEY WILL CONTAIN IMPORTANT INFORMATION. Investors and stockholders will be able to obtain free copies of these documents at the Commission's website at www.sec.gov.

INVESTORS AND STOCKHOLDERS SHOULD READ THE JOINT PROXY STATEMENT/PROSPECTUS CAREFULLY BEFORE MAKING A DECISION CONCERNING THE MERGER.

Intel, Excalibur and their respective officers and directors may be deemed to be participants in the solicitation of proxies from their stockholders with respect to the transactions contemplated by the agreement and plan of reorganization. Information concerning the participants in the solicitation will be set forth in the joint proxy statement/prospectus when it is filed with the Commission.

This release contains forward-looking statements, which are based upon current expectations or beliefs, as well as a number of assumptions about future events. The reader is cautioned not to put undue reliance on these forward-looking statements, as these statements are subject to numerous factors and uncertainties, including without limitation, business and economic conditions and growth in the computing industry, continued success in technological advances, costs related to the proposed merger, the inability to obtain governmental approval of the proposed merger, substantial delay in the expected closing of the merger and the risk that Intel's and Excalibur's businesses will not be integrated successfully, any of which may cause actual results to differ materially from those described in the statements. In addition to the factors discussed above, other factors that could cause actual results to differ materially are discussed in Intel's and Excalibur's most recent Form 10-Q and Form 10-K filings with the Commission.