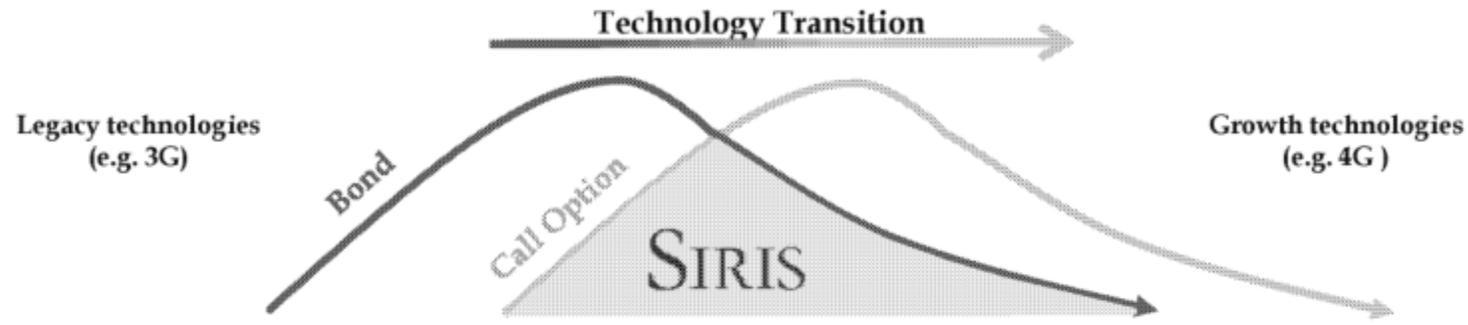


Strategy: Investing in Bonds and Call Options

Unlocking value by optimizing legacy vs. growth assets in target companies.



Legacy Business - "Bond"

Characteristics:

- Mission-critical products and services
- Leading market share; extremely sticky customer base
- Predictable, consistent cash flows
- Target potential for 1.5x - 2.0x Gross MOIC through cash flows; focus on recouping investment within 24 months

Business Examples: Fixed line, 2G / 3G, legacy mainframe software, fault tolerance servers

Next-Generation Growth Business - "Call Option"

Characteristics:

- Participation in disruptive "mega" technology trends
- Significant potential upside
- Typically unprofitable, nascent businesses at acquisition
- Target potential for outsized returns through strategic sale or IPO

Business Examples: 4G, cloud computing, mobile security, distributed software and applications

Bond vs Call Option

- Evaluate: Assess "Call Option" growth business separately from "Bond" legacy business
- Structure: Develop organizational structure and compensation plans to support execution
- Execute: Optimize legacy business for cash flow and extend product life; strategically develop growth business

Note: The above is for illustrative purposes only and is intended to show how Siris analyzes technology investments. It does not represent any particular Siris investment.

Siris' strategies and targets depend on a variety of factors, including the prevailing market environment and investment availability and opportunity, and there can be no assurance that the conditions upon which such strategies and targets are based will materialize. Siris seeks to invest in deals where the Bond division can achieve the range of returns set forth above. The target gross returns set forth herein are based on Siris' belief regarding what returns may be achievable on investments that Siris intends to pursue in light of the Siris Founders' experience with similar investments, and are also based on an assumption that economics, market and other conditions will not deteriorate and, in some cases, will improve. Additionally, the Call Option may require significant additional capital or produce losses. Past performance is not indicative of future results.