



From: David Bradford (Jami Day)
To: BFRANK
Date: 5/9/96 5:39pm
Subject: Purchasers for "PerfectWorks" and "Novell DOS"

Bob:

We have Purchasers that are interested in acquiring PerfectWorks and other Purchasers who are interested in buying Novell DOS. Corporate Development intends to proceed with the disposition of these assets over the next month or two.

As it relates to the Novell DOS business, my impression from you and the Board is that at present we have no interest in pursuing a lawsuit against Microsoft nor being in any way associated with this. Rob and I are exploring a possible scenario under which Novell would spin off the Novell DOS business to the company's shareholder base but remain concerned that Microsoft would continue to see this transaction as too closely aligned with Novell.

In any event, given the fact that neither Novell DOS nor PerfectWorks has a projected annual run rate of more than \$1 million, we do not see these transactions as material requiring Board of Director approval.

Please let me know if you have any further thoughts on this matter. I am also copying Steve Markman on this memorandum to get his views.

drb

CC: FORTUNE.SJF-MAIL3.STEVE MARKMAN, DBRADFORD

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