

CONFIRMATION OF GRANT OF SECURITY INTEREST

This will confirm that, pursuant to a general security agreement dated the 27th day of June, 2002 among NSI COMMUNICATION SYSTEMS INC. (hereinafter referred to as the "Company"), whose full post office address is 6900 Trans Canada Highway, Pointe-Claire, Quebec, Canada H9R 1C2 and GATX/MM Venture Finance Partnership (hereinafter referred to as "GATX/MM"), whose full post office address is 95 Wellington Street West, 22nd Floor, Toronto, Ontario, M5J 2N7 (hereinafter referred to as the "Agreement"), for good and valuable consideration, the receipt and sufficiency of which is hereby confirmed and acknowledged, the Company confirms that it has granted to GATX/MM a security interest, lien and charge in all of the Company's right, title and interest in and to the trademarks, patents and trademark and patent applications listed on the Schedule "A" attached hereto, and in and to any and all continuations, continuations-in-part, divisions, reissues and re-examinations which issue therefrom, the same to be held and enjoyed by GATX/MM, strictly subject to the terms of the Agreement.

EXECUTED at Montreal, this 27th day of June, 2002.

NSI COMMUNICATION SYSTEMS INC.

Per: 

TRADE MARKS REGISTERED IN UNITED STATES**NSI COMMUNICATION SYSTEMS INC.**

4610 Bois-Franc Road
St. Laurent QC H4S 1A7

Trade-Mark	STREAMLINE
Good/Services	Satellite communications network equipment
Country	U.S. Federal
Status	Registered
Registration Number	2416730
Comments	None

Trade-Mark	STREAMLINE
Good/Services	High Speed Multiplexers for digital data communications
Country	U.S. Federal
Status	Registered
Registration Number	1650603
Comments	None

Trade-Mark	STREAMVIEW
Good/Services	Information processing equipment
Country	U.S. Federal
Status	Registered
Registration Number	2146629
Comments	None

Trade-Mark	VSAT-PLUS
Good/Services	Satellite communications system
Country	U.S. Federal
Status	Registered
Registration Number	1779541
Comments	None