

INFORMATION FOR TAX ABATEMENT
Arbor Networks, Inc.

NEW MACHINERY AND EQUIPMENT

<u>Equipment</u>	<u>Cost</u>	<u>Date Installed</u>
2 XPs	12,352	3/15/2011
9 INT-N2N2U	50,909	3/28/2011
2 INT-N2N2U	11,313	4/20/2011
1 Storage Node 2000	21,710	4/30/2011
1 Intel Studio C++ tuning s/w, compiler	6,499	5/28/2011
3 INT-N2N2U	19,849	6/9/2011
11 INT-N2N2U	74,703	6/10/2011
1 Ultimate Edition - Perpetual On-site s/w	7,200	5/28/2011
8 INT-TIGH-01	50,475	7/6/2011
1 LSM10GX,8S-01 8-port 10G	309,032	7/2/2011
1 VERSAstream 10G/1G switch transceiver	29,835	7/15/2011
Chairs for AA Office	24,642	7/2/2011
2 INT-N2N2U	13,568	7/6/2011
2 PKF-SP-TMS	85,263	8/8/2011
Cost for New Machinery and Equipment	<u>717,350</u>	

FORECASTED NEW MACHINERY AND EQUIPMENT

<u>Equipment</u>	<u>Estimated Cost</u>	<u>Forecasted Date</u>
New Hire TIGH or Arbor 1.5(s)	12,000	Q3 2011
New Hire TIGH or Arbor 1.5(s)	39,680	Q4 2011
Cisco (VSE - Pravail porting)	47,536	Q4 2011
VSE Pravail port: Catalyst equipment	49,000	Q3 2011
VSE Pravail port: NAM3 cards	157,600	Q3 2011
VSE Pravail port: Additional Catalyst equipment	38,800	Q3 2011
Network Interface cards	14,400	Q3 2011
TIG-H replacement	44,128	Q3 2011
TIG-H replacement	50,000	Q4 2011
New CCPU APM	60,000	Q4 2011
Bladecenter or VMWARE for Software NextGen	80,000	Q4 2011
Advanced development cards (XE100 and PP80)	200,000	Q4 2011
Virtual build servers (4)	20,000	Q4 2011
Traffic generation (trafgen boxes, Arbor 1.5)	28,000	Q4 2011
CRS: Ixia 8-port 10G cards	308,981	Q3 2011
CRS: CRS routers, line cards	806,040	Q3 2011
CRS: Nexus 32-port 10G card	32,787	Q3 2011
Cisco (VSE - Pravail porting)	249,096	Q3 2011
TIG-H replacement	6,877	Q3 2011

TIG-H replacement	75,000	Q4 2011
New CCPU APM	120,000	Q4 2011
Bladecenter or VMWARE for Software NextGen	80,000	Q4 2011
Nexus ports	3,865	Q3 2011
DataCom VS-2024-F port span replicator	29,835	Q3 2011
Additional switching capacity (1G ports as needed)	219,000	Q3 2011
Cisco - Catalysts - infrastructure (for build-out)	84,000	Q3 2011
Fabric modules	25,920	Q3 2011
ATLAS/Mobile Research	274,816	Q4 2011
Remote Services TIG-H for SP/TMS testing (3 - 4)	30,000	Q3 2011
upgrade some 4 year old servers that are now underpowered	25,000	Q3 2011
large storage (with backup/redundancy) to augment our SAN	25,000	Q3 2011
Malware Storage (Mercury storage)	28,290	Q3 2011
SP: porting work to CG-2100 (12 units)	96,000	Q1 - Q4 2012
TMS: fully populated 160G CCPU Chassis with four pp81 (4 units)	720,000	Q1 - Q4 2012
TMS: chassis with two pp81 blades (3 units)	372,000	Q1 - Q4 2012
TMS Trafgen	900,000	Q1 - Q4 2012
Nexus	400,000	Q1 - Q4 2012
Traffice Gen	600,000	Q1 - Q4 2012
ASERT Infrastructure	75,000	Q1 - Q4 2012
Hardware Refresh	130,000	Q1 - Q4 2012
WMWare	20,000	Q1 - Q4 2012
Test infrastructure	150,000	Q1 - Q4 2012
New SW Licenses: GFI/Sunbelt	150,000	Q1 - Q4 2012
Furniture & Fixtures	194,453	Q3 2011
Costs for Forecasted New Machinery and Equipment	7,073,104	

FORECASTED CONSTRUCTION BREAKDOWN

<u>Item</u>	<u>Estimated Cost</u>	<u>Forecasted Date</u>
A2 buildout: Spitfyre: Office data/voice cabling	11,862	Q3 2011
Spitfyre / ACI (wiring, racks, labor)	100,000	Q3 2011
A2 buildout: Rok: Data Center Construction	349,472	Q3 2011
A2 buildout: Rok: Office Construction	353,881	Q3 2011
A2 buildout: Spitfyre: Keycard Access	17,796	Q3 2011
A2 buildout: Spitfyre: Office data/voice cabling	17,657	Q3 2011
ROK Construction General Conditions fee	15,075	Q3 2011
ROK Construction CM Fee	17,784	Q3 2011
Costs for Forecasted Construction	883,527	

TOTAL MACHINERY, EQUIPMENT & CONSTRUCTION

8,673,981