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**MINUTES OF THE SPECIAL MEETING OF THE
ARKANSAS SCIENCE & TECHNOLOGY AUTHORITY
BOARD OF DIRECTORS
FEBRUARY 2, 2004
TELECONFERENCE**

CALL TO ORDER

The Board of Directors met via teleconference on February 2, 2004 at 10:00 a.m. Mr. J. Wiley Harris, Chairman of the Board, called the meeting to order.

A quorum was present and included: Mr. David Eberdt, Mr. J. Wylie Harris, Mr. Bum Lee, Ms. Sue McGowan, Ms. Cynthia Moten, Mr. Ron Roberts, Dr. Neil Rutger, Dr. Harry Ward, and Mr. Rickey Williams.

Staff members present: Dr. John Ahlen, Mr. Les Lane, Mr. Chuck Myers, Ms. Kim Reynolds, Mr. Scott Snider, and Mr. J.J. Watkins.

INVESTMENT COMMITTEE REPORT

Ms. Sue McGowan presented the Investment Committee Report.

Ms. McGowan stated the Investment Committee received a request for a \$250,000 loan from Ticketsage. She stated that Ticketsage is similar to TicketMasters, but they cater to a smaller clientele. The Authority will release \$50,000 when the Ticketsage files for its patent, \$100,000 when the company receives its patent, and \$100,000 after net sales reach \$80,000 or more for three consecutive months.

Dr. Rutger asked the staff to explain the meaning of a payback cap of 3.98 over twenty quarters. Mr. Les Lane replied that this project is a royalty project. He stated that the payback cap is how much the company will have to pay back in order to satisfy the investment terms.

Dr. Ward stated that Ticketsage has been in business since 1999. He asked why the company was applying for a patent now. Mr. Lane replied that the patent is not for the process of acquiring tickets, but for a piece of hardware that gives the process mobility.

Mr. Ron Roberts asked if any investors from the Northwest Arkansas Investors Group would be considered a significant owner in the company. Mr. Lane responded that two

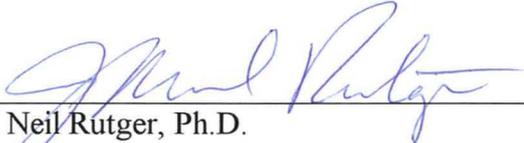
investors own more than 5%. Mr. Lane stated that the CEO of Ticketsage has 67% ownership of Ticketsage as of December 2003.

Dr. Ward made a motion to approve the investment in Ticketsage. Dr. Rutger seconded the motion. The Board gave its unanimous approval.

ADJOURNMENT

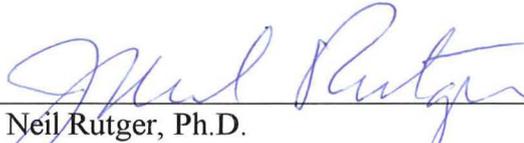
There being no further business to conduct, the meeting was adjourned.

Respectfully submitted,



J. Neil Rutger, Ph.D.
Secretary
Board of Directors

APPROVED by the Board of Directors
on this 19th day of March, 2004.



J. Neil Rutger, Ph.D.
Secretary
Board of Directors