

From:

Joachim Kempin

Sent:

Tuesday, June 25, 1996 6:43 PM

To:

Subject:

Bill Gates RE: Apple meeting

thank you this would be a huge win for both of us and it would spill over to their OS licensees. Over time that would be able to self NT to corperate. I would not be surprised if they would want a MAC UI on their version- if feasable. We will go ahead and ask them again for their stand on an NT license.

From:

Bill Gates

Sent: To:

Tuesday, June 25, 1996 4:33 PM Joschim Kempin FW: Apple meeting

Subject:

I should have copied you on this mail.

From: Bill Gates
Sent: Sunday, June 23, 1996 10:24 AM
To: Paul Maritz; Brad Silverberg
Cc: Pete Higgins; Don Bradford; Ben Waldman; John Ludwig
Subject: Apple meeting

Last Tuesday night I went down to address the top Apple executives. I explained our strategy, discussed our applications work with Apple, discussed how they should work with us on Browser and Windows NT and took questions.

I have 2 key goals in investing in the Apple relationship - 1) Maintain our applications share on the platform and 2) See if we can get them to embrace Internet explorer in some way. This mail will focus on item 2 exclusively. It would require some real effort to get a deal but I think it is possible. We would have to decide that Apple endorsing Internet explorer is a big deal.

Apple is trying to decide whether they should work with us or not on platform software. Their instincts tell them it might be a mistake. However they are tempted to get involved with Windows NT server and how it integrates with Macintosh. They would be tempted to be able to focus their R&D efforts.

My proposition to them was that once they decide the areas they want to be different and better than Windows then we will know all of the other areas and those are places where we can cooperate.

The current HTML rendering code in Cyberdog is not good enough to compete. Apple would like to be able to plug in code from Netscape or Microsoft. They know we are doing good work on the Mec. They wonder whether we can get decent share in the Windows market, they wonder if they can trust us and they wonder how they could take our work and fit it into their Opendoc strategy. If they don't work with us they will probably have to get closer to Netscape or else their browser will always look stupid. Apple is just realizing that what we are doing with Active Desktop and making the page and link metaphor central is critical to having a decent OS.

Ike Nassi sat at dinner with me and enthused about how they had just gone on an Opendoc press tour and it was great. The press loved multiple active objects. We haven't convinced anyone that Opendoc doesn't have technical advantages. Unless the new head of development want to demoralize a lot of people the best I think we can do is get Opendoc redefined over time to be more compatible with our approaches. I want to sidestep this issue a little by getting them to ship todays Internet explorer (including our updates) while they take it and do whatever Opendocizing they think is needed. Ideally they can do this without breaking the ActiveX support. I am confused about how interoperable Opendoc is with ActiveX and how flexible Apple might be to fix problems here. I told them that they can't be religious over plumbing issues. can't be religious over plumbing issues.

I explained to like that his R&D costs to keep up with us in areas that aren't points of differentiation will exceed his budget by a lot and that he will always be perceived as incompatible. I tried to make the point on the browser but we kept getting hung up on opendoc so I made the point by using our security software work. That example got him agreeing that he would love to have that work and be able to incorporate it into the Mac Os.

I proposed that we swap technology including source code with no restricitions. The deal would look like this:

Apple gets:
internet explorer source code including updates
Security software and other definable pieces we can turn over to them [I need more ideas for this category - things that are seperable enough we can turn them over to Apple to save them R&D and get our approach endorsed]
Blessing by us of Quicktime as a cool cross platform thing where apple tooks good and we align our strategie [this wouldn't have to mean much in practice. We are already planning to read Quicktime formats]

MSQR D11311 our strategies

MS98 0113116 CONFIDENTIAL

ATTORNEYS EYES ONLY

MSS 0754178 CONFIDENTIAL

Plaintiff's Exhibit

5780

Comes V. Microsoft