

**THIRD AMENDED AND RESTATED  
CERTIFICATE OF INCORPORATION  
OF  
AIR2WEB, INC.**

Air2Web, Inc. a corporation organized and existing under the laws of the State of Delaware (the "**Company**"), hereby certifies as follows:

**ONE:** The date of filing the original Certificate of Incorporation of this company with the Secretary of State of the State of Delaware was September 17, 2001. The First Amended and Restated Certificate of Incorporation of this company was filed with the Secretary of State of the State of Delaware on March 4, 2004. The Certificate of Amendment to the First Amended and Restated Certificate of Incorporation of this company was filed with the Secretary of State of the State of Delaware on December 6, 2005. The Second Amended and Restated Certificate of Incorporation of this company was filed with the Secretary of State of the State of Delaware on September 13, 2006.

**TWO:** Thomas M. Cotney, Jr. is the duly elected and acting Chief Executive Officer of the Company.

**THREE:** The Certificate of Incorporation of the Company is hereby amended and restated to read as follows:

**I.**

The name of the Company is Air2Web, Inc.

**II.**

The address of the registered office of this Company in the State of Delaware is 160 Greentree Drive, Suite 101, City of Dover, County of Kent, Zip Code 19904, and the name of the registered agent of this Company in the State of Delaware at such address is National Registered Agents, Inc.

**III.**

The purpose of the Company is to engage in any lawful act or activity for which a corporation may be organized under the Delaware General Corporation Law ("**DGCL**").

**IV.**

**A.** The Company is authorized to issue two classes of stock to be designated, respectively, Common Stock and Preferred Stock. The total number of shares which the Company is authorized to issue is 26,717,121 shares, 19,000,000 shares of which shall be

Common Stock (the "**Common Stock**") and 7,717,121 shares of which shall be Preferred Stock (the "**Preferred Stock**"). The Preferred Stock shall have a par value of \$0.001 per share and the Common Stock shall have a par value of \$0.001 per share.

B. The number of authorized shares of Common Stock may be increased or decreased (but not below the number of shares of Common Stock then outstanding) by the affirmative vote of the holders of a majority of the stock of the Company entitled to vote (voting together as a single class on an as-if-converted basis).

C. 3,711,973 of the authorized shares of Preferred Stock are hereby designated "Series A-1 Preferred Stock" (the "**Series A-1 Preferred**"), 2,523,521 of the authorized shares of Preferred Stock are hereby designated "Series A-2 Preferred Stock" (the "**Series A-2 Preferred**," and, together with the Series A-1 Preferred, the "**Series A Preferred**") and 1,481,627 of the authorized shares of Preferred Stock are hereby designated "Series B Preferred Stock" (the "**Series B Preferred**").

D. The rights, preferences, privileges, restrictions and other matters relating to the respective classes of the shares of capital stock or the holders thereof are as follows:

1. **DIVIDEND RIGHTS.**

a. Holders of Series B Preferred, in preference to the holders of Series A Preferred or Common Stock, shall be entitled to receive, when, as and if declared by the Board of Directors (the "**Board**"), but only out of funds that are legally available therefor, cash dividends at the rate of eight percent (8%) of the Original Issue Price (as defined below) per annum on each outstanding share of Series B Preferred. Such dividends shall be payable only when, as and if declared by the Board and shall be non-cumulative.

b. Holders of Series A-1 Preferred, in preference to the holders of Common Stock, shall be entitled to receive, when, as and if declared by the Board, but only out of funds that are legally available therefor, cash dividends at the rate of eight percent (8%) of the Original Issue Price per annum on each outstanding share of Series A-1 Preferred. Such dividends shall be payable only when, as and if declared by the Board and shall be non-cumulative.

c. The "**Original Issue Price**" (i) with respect to the Series A Preferred shall be \$4.0816 per share (as adjusted for any stock dividends, combinations, splits, recapitalizations and the like with respect to such shares after the filing date hereof), and (ii) with respect to the Series B Preferred shall be \$4.0816 per share (as adjusted for any stock dividends, combinations, splits, recapitalizations and the like with respect to such shares after the filing date hereof).

d. So long as any shares of Series B Preferred are outstanding, the Company shall not pay or declare any dividend, whether in cash or property, or make any other distribution on the Series A Preferred or Common Stock, or purchase, redeem or otherwise acquire for value any shares of Series A Preferred or Common Stock until all dividends as set

forth in Section 1(a) above on the Series B Preferred shall have been paid or declared an set apart, except for:

(1) acquisitions of Common Stock by the Company from providers of services to the Company pursuant to agreements which permit the Company to repurchase such shares at cost (or the lesser of cost or fair market value) upon termination of services to the Company;

(2) acquisitions of Common Stock in exercise of the Company's right of first refusal to repurchase such shares; or

(3) distributions to holders of Common Stock in accordance with Sections 3 and 4.

e. So long as any shares of Series A-1 Preferred are outstanding, the Company shall not pay or declare any dividend, whether in cash or property, or make any other distribution on the Common Stock, or purchase, redeem or otherwise acquire for value any shares of Common Stock until all dividends as set forth in Section 1(b) above on the Series A-1 Preferred shall have been paid or declared an set apart, except for:

(1) acquisitions of Common Stock by the Company from providers of services to the Company pursuant to agreements which permit the Company to repurchase such shares at cost (or the lesser of cost or fair market value) upon termination of services to the Company;

(2) acquisitions of Common Stock in exercise of the Company's right of first refusal to repurchase such shares; or

(3) distributions to holders of Common Stock in accordance with Sections 3 and 4.

f. In the event dividends are paid on any share of Common Stock, the Company shall pay an additional dividend on all outstanding shares of Series A Preferred and Series B Preferred in a per share amount equal (on an as-if-converted to Common Stock basis) to the amount paid or set aside for each share of Common Stock.

g. The provisions of Sections 1(d) and 1(e) shall not apply to a dividend payable solely in Common Stock to which the provisions of Section 5(f) hereof are applicable, or any repurchase of any outstanding securities of the Company that is approved by (i) the Board, (ii) the holders of Series A Preferred and (iii) the holders of Series B Preferred, each as may be required by this Certificate of Incorporation.

## **2. VOTING RIGHTS.**

a. **General Rights.** Each holder of shares of Common Stock issued and outstanding shall have one vote per share of Common Stock, and each holder of shares of the Preferred Stock shall be entitled to the number of votes per share of Preferred Stock equal to the

number of shares of Common Stock into which such share of Preferred Stock could be converted (pursuant to Section 5 hereof) immediately after the close of business on the record date fixed for such meeting or the effective date of such written consent and shall have voting rights and powers equal to the voting rights and powers of the Common Stock and shall be entitled to notice of any stockholders' meeting in accordance with the bylaws of the Company. Except as otherwise provided herein or as required by law, the holders of Preferred Stock shall vote together with the holders of Common Stock at any annual or special meeting of the stockholders and not as a separate class, and may act by written consent in the same manner as the holders of Common Stock. Fractional votes by the holders of Preferred Stock shall not be permitted and any fractional voting rights shall (after aggregating all shares into which shares of Preferred Stock held by each holder could be converted) be rounded up to the nearest whole number. Holders of Common Stock and Preferred Stock shall be entitled to notice of any stockholders meeting in accordance with the bylaws of the Company.

b. **Separate Vote of Series B Preferred.** For so long as at least 125,000 shares of Series B Preferred (subject to adjustment for any stock split, reverse stock split or other similar event affecting the Series B Preferred after the filing date hereof) remain outstanding, in addition to any other vote or consent required herein or by law, the vote or written consent of the holders of at least sixty-five percent (65%) of the outstanding Series B Preferred shall be necessary for effecting or validating the following actions (whether by merger, recapitalization or otherwise):

(1) Any action that alters or changes the liquidation preferences, dividend preferences, conversion rights, redemption rights, voting rights or other powers, preferences, or other special rights, privileges or restrictions of the Series B Preferred;

(2) Any increase or decrease in the authorized number of shares of Common Stock or Preferred Stock, including, without limitation, any authorization of "blank check" Preferred Stock;

(3) Any authorization or any designation, whether by reclassification or otherwise, of any new class or series of stock or any other securities convertible into equity securities of the Company ranking on a parity with or senior to the Series B Preferred in right of redemption, liquidation preference, voting or dividend rights or any increase in the authorized or designated number of any such new class or series, including without limitation, the creation or modification of any management "carve-out" plan or similar plan regarding the distribution of proceeds in connection with an Asset Transfer or Acquisition (each as defined in Section 4 hereof) other than pursuant to Section 3 hereof;

(4) Any redemption, repurchase, payment or declaration of dividends or other distributions with respect to Common Stock or Preferred Stock other than dividends required pursuant to Section 1 hereof (except for acquisitions of Common Stock by the Company permitted by Section 1(d)(1), (2) and (3) hereof that are approved by the Board, and redemptions required by Section 6 hereof);

(5) Any agreement by the Company or its stockholders regarding an Asset Transfer or Acquisition or any other merger or consolidation of the Company;

(6) Any voluntary dissolution, liquidation or winding up of the Company;

(7) Any agreement by the Company regarding the acquisition of any entity or business of a material size;

(8) Any amendment, alteration, or repeal of any provision of this Third Amended and Restated Certificate of Incorporation (including any filing of a Certificate of Designation) or any amendment, alteration, repeal or waiver of any provision of the Bylaws of the Company;

(9) Any action that results in the Company being disregarded as an entity for U.S. state or federal income tax purposes; or

(10) Any increase or decrease in the authorized number of members of the Board.

c. **Separate Vote of Series A Preferred.** For so long as at least 2,500,000 shares of Series A Preferred (subject to adjustment for any stock split, reverse stock split or other similar event affecting the Series A Preferred after the filing date hereof) remain outstanding, in addition to any other vote or consent required herein or by law, the vote or written consent of the holders of at least seventy percent (70%) of the outstanding Series A Preferred shall be necessary for effecting or validating the following actions (whether by merger, recapitalization or otherwise):

(1) Any action that alters or changes the liquidation preferences, dividend preferences, conversion rights, redemption rights, voting rights or other powers, preferences, or other special rights, privileges or restrictions of either series of the Series A Preferred;

(2) Any increase or decrease in the authorized number of shares of Common Stock or Preferred Stock, including, without limitation, any authorization of "blank check" Preferred Stock;

(3) Any authorization or any designation, whether by reclassification or otherwise, of any new class or series of stock or any other securities convertible into equity securities of the Company ranking on a parity with or senior to the Series A Preferred in right of redemption, liquidation preference, voting or dividend rights or any increase in the authorized or designated number of any such new class or series, including without limitation, the creation or modification of any management "carve-out" plan or similar plan regarding the distribution of proceeds in connection with an Asset Transfer or Acquisition other than pursuant to Section 3 hereof;

(4) Any redemption, repurchase, payment or declaration of dividends or other distributions with respect to Common Stock or Preferred Stock other than dividends required pursuant to Section 1 hereof (except for acquisitions of Common Stock by the Company permitted by Section 1(d)(1), (2) and (3) hereof that are approved by the Board, and redemptions required by Section 6 hereof);

(5) Any agreement by the Company or its stockholders regarding an Asset Transfer or Acquisition;

(6) Any voluntary dissolution, liquidation or winding up of the Company;

(7) Any agreement by the Company regarding the acquisition of any entity or business of a material size;

(8) Any amendment, alteration, or repeal of any provision of this Third Amended and Restated Certificate of Incorporation (including any filing of a Certificate of Designation) or any amendment, alteration, repeal or waiver of any provision of the Bylaws of the Company;

(9) Any action that results in the Company being disregarded as an entity for U.S. state or federal income tax purposes; or

(10) Any increase or decrease in the authorized number of members of the Board.

d. **Election of Board of Directors.**

(1) For so long as at least 918,757 shares of Series B Preferred and Series A-1 Preferred, collectively, remain outstanding (subject to adjustment for any stock split, reverse stock split or similar event affecting the Series A-1 Preferred after the filing date hereof), the holders of Series B Preferred and Series A-1 Preferred, voting together as a single class, shall be entitled to elect one (1) member of the Board (the “**Series B and A-1 Director**”) at each meeting or pursuant to each consent of the Company’s stockholders for the election of directors, and to remove from office the Series B and A-1 Director and to fill any vacancy caused by the resignation, death or removal of the Series B and A-1 Director. At any such time as fewer than 918,757 shares of Series B Preferred and Series A-1 Preferred, collectively, remain outstanding (subject to adjustment for any stock split, reverse stock split or similar event affecting the Series B Preferred or the Series A-1 Preferred after the filing date hereof), then any director elected in accordance with this Section 2(d)(1) then serving on the Board shall be subject to the provisions of Section 2(d)(4) and shall no longer be subject to the provisions of this Section 2(d)(1).

(2) For so long as at least 612,505 shares of Series A-2 Preferred remain outstanding (subject to adjustment for any stock split, reverse stock split or similar event affecting the Series A-2 Preferred after the filing date hereof), the holders of Series A-2 Preferred, voting as a separate class, shall be entitled to elect one (1) member of the Board

(the “**Series A-2 Director**”) at each meeting or pursuant to each consent of the Company’s stockholders for the election of directors, and to remove from office the Series A-2 Director and to fill any vacancy caused by the resignation, death or removal of the Series A-2 Director. At any such time as fewer than 612,505 shares of Series A-2 Preferred remain outstanding (subject to adjustments for any stock split, reverse stock split or similar event affecting the Series A-2 Preferred after the filing date hereof), then any director elected in accordance with this Section 2(d)(2) then serving on the Board shall be subject to the provisions of Section 2(d)(4) and shall no longer be subject to the provisions of this Section 2(d)(2).

(3) The holders of Common Stock, voting as a separate class, shall be entitled to elect two (2) members of the Board at each meeting or pursuant to each consent of the Company’s stockholders for the election of directors, and to remove from office such directors and to fill any vacancy caused by the resignation, death or removal of such directors.

(4) The holders of Common Stock and Preferred Stock, voting together as a single class on an as-if-converted basis, shall be entitled to elect all remaining members of the Board at each meeting or pursuant to each consent of the Company’s stockholders for the election of directors, and to remove from office such directors and to fill any vacancy caused by the resignation, death or removal of such directors.

### 3. **LIQUIDATION RIGHTS.**

a. Upon any liquidation, dissolution, or winding up of the Company, whether voluntary or involuntary (a “**Liquidation Event**”), before any distribution or payment shall be made to the holders of any Common Stock, the assets of the Company, including, without limitation, the consideration received in any Acquisition or Asset Transfer, legally available for distribution (collectively with any amounts payable pursuant to a New Management Plan or a Carve-Out Plan (as such terms are defined below), the “**Proceeds**”) shall be distributed and reserved for distribution, as applicable, as follows:

(1) First, the holders of Series B Preferred shall be distributed an amount of Proceeds per share of Series B Preferred equal to two (2) times the Original Issue Price of such share, plus all declared and unpaid dividends on such share. If, upon any such Liquidation Event, the Proceeds shall be insufficient to make a distribution or reservation for distribution, as applicable, in full in accordance with the preceding sentence, then the Proceeds shall be allocated ratably to the holders of Series B Preferred in proportion to the aggregate Proceeds to which the holders of Series B Preferred would otherwise be respectively entitled pursuant to the first sentence of this paragraph (1); and

(2) Second, after the distribution of the full amounts described in the first sentence of paragraph (1) above, (a) the holders of Series A Preferred shall be distributed an amount of Proceeds per share of Series A Preferred equal to the Original Issue Price of such share, plus all declared and unpaid dividends on such share, (b) if a New Management Plan is then in effect, a sufficient amount of the Proceeds shall be reserved for distribution pursuant to the terms of the New Management Plan, and (c) if a Carve-Out Plan is

then in effect, up to \$2,000,000 of the Proceeds shall be reserved for distribution pursuant to the terms of the Carve-Out Plan. If, upon any such Liquidation Event, the Proceeds shall be insufficient to make a distribution or reservation for distribution, as applicable, in full in accordance with the preceding sentence, then the Proceeds shall be allocated as follows: if a New Management Plan and/or Carve-Out Plan is then in effect, the Proceeds shall first be allocated among the holders of Series A Preferred at the time outstanding, the New Management Plan and the Carve-Out Plan, on a pari passu basis and ratably in proportion to the aggregate Proceeds to which the holders of Series A Preferred, the New Management Plan and the Carve-Out Plan would otherwise be respectively entitled pursuant to the first sentence of this paragraph (2), with the Proceeds that are allocated to the holders of Series A Preferred at the time outstanding distributed among such holders ratably in proportion to the full amounts to which they would otherwise be respectively entitled, the Proceeds that are allocated to the New Management Plan reserved for distribution pursuant to the terms of the New Management Plan and the Proceeds that are allocated to the Carve-Out Plan reserved for distribution pursuant to the terms of the Carve-Out Plan. “**New Management Plan**” shall refer to any then-effective management carve-out plan that is approved by the Board (including the affirmative approval of the Series B and A-1 Director and the Series A-2 Director), that is created after May 31, 2008, and that by its terms is to be funded solely in accordance with this Section 3, if any. “**Carve-Out Plan**” shall refer collectively to any then-effective management carve-out plan that is approved by the Board (including the affirmative approval of the Series B and A-1 Director and the Series A-2 Director that was in existence as of May 31, 2008) and that by its terms is to be funded solely in accordance with this Section 3, if any; and

(3) Third, after the distribution and reservation for distribution, as applicable, of the full amounts described in paragraphs (1) and (2) above, (a) the holders of Series A-2 Preferred shall be distributed an amount of Proceeds per share of Series A-2 Preferred equal to the Original Issue Price of such share, plus all declared and unpaid dividends on such share and (b) if a Carve-Out Plan exists, up to \$2,000,000 of the Proceeds (in addition to the \$2,000,000 of Proceeds reserved for distribution pursuant to paragraph (2) above) shall be reserved for distribution pursuant to the terms of such Carve-Out Plan. If, upon any such Liquidation Event, the Proceeds shall be insufficient to make a distribution or reservation for distribution, as applicable, in full in accordance with the preceding sentence, then the Proceeds shall be allocated as follows: if a Carve-Out Plan is then in effect, the Proceeds shall first be allocated between the holders of Series A-2 Preferred at the time outstanding, on the one hand, and the Carve-Out Plan, on the other hand, ratably in proportion to the aggregate Proceeds to which the holders of Series A-2 Preferred, on the one hand, and the Carve-Out Plan, on the other hand, would otherwise be respectively entitled pursuant to the first sentence of this paragraph (3), with the Proceeds that are allocated to the holders of Series A-2 Preferred at the time outstanding distributed among such holders ratably in proportion to the full amounts to which they would otherwise be respectively entitled, and the Proceeds that are allocated to the Carve-Out Plan reserved for distribution pursuant to the terms of the Carve-Out Plan.

b. After the distribution and reservation for distribution, as applicable, of the full amounts described in the respective paragraphs (1), (2) and (3) of Section 3(a) above, any remaining Proceeds shall be distributed ratably to the holders of the Common Stock and the Preferred Stock on an as-if-converted to Common Stock basis.



#### 4. ACQUISITION OR ASSET TRANSFER RIGHTS.

a. In the event that the Company is a party to an Acquisition or Asset Transfer, then each holder of Preferred Stock, each participant in a New Management Plan (if any) and each participant in a Carve Out Plan (if any) shall be entitled to receive, for each share of Preferred Stock then held and, if applicable, in accordance with the New Management Plan or Carve Out Plan, out of the proceeds of such Acquisition or Asset Transfer (inclusive of any amounts to be paid pursuant to a New Management Plan or a Carve Out Plan), the amount of cash, securities or other property to which such holder would be entitled to receive in a Liquidation Event pursuant to Sections 3(a) and 3(b) above.

b. For the purposes of this Section 4: (i) “**Acquisition**” shall mean (A) any consolidation or merger of the Company with or into any other corporation or other entity or person, or any other corporate reorganization, other than any such consolidation, merger or reorganization in which the stockholders of the Company immediately prior to such consolidation, merger or reorganization, continue to hold at least a majority of the voting power of the surviving entity in substantially the same proportions (or, if the surviving entity is a wholly owned subsidiary, its parent) immediately after such consolidation, merger or reorganization; or (B) any transaction or series of related transactions to which the Company is a party in which in excess of fifty percent (50%) of the Company’s voting power is transferred; *provided* that an Acquisition shall not include any transaction or series of transactions principally for bona fide equity financing purposes in which cash is received by the Company or any successor or indebtedness of the Company is cancelled or converted or a combination thereof; and (ii) “**Asset Transfer**” shall mean a sale, lease, exclusive license or other disposition of all or substantially all of the (x) assets of the Company or (y) intellectual property of the Company.

c. In any Acquisition or Asset Transfer, if the consideration to be received is securities of a corporation or other property other than cash, its value will be deemed its fair market value as determined in good faith by the Board on the date such determination is made.

#### 5. CONVERSION RIGHTS.

The holders of the Preferred Stock shall have the following rights with respect to the conversion of the Preferred Stock into shares of Common Stock (the “**Conversion Rights**”):

a. **Optional Conversion.** Subject to and in compliance with the provisions of this Section 5, any shares of Preferred Stock may, at the option of the holder, be converted at any time into fully-paid and nonassessable shares of Common Stock. The number of shares of Common Stock to which a holder of Preferred Stock shall be entitled upon conversion shall be the product obtained by multiplying the “**Series A Preferred Conversion Rate**” (with respect to Series A Preferred) or the “**Series B Preferred Conversion Rate**” (with respect to Series B Preferred) then in effect (determined as provided in Section 5(b)) by the number of shares of the applicable series of Preferred Stock being converted.

b. **Series A Preferred Conversion Rate; Series B Preferred Conversion Rate.** The conversion rate in effect at any time for conversion of the Series A Preferred (the “*Series A Preferred Conversion Rate*”) shall be the quotient obtained by dividing the Original Issue Price of the Series A Preferred by the “Series A Preferred Conversion Price”, calculated as provided in Section 5(c). The conversion rate in effect at any time for conversion of the Series B Preferred (the “*Series B Preferred Conversion Rate*”) shall be the quotient obtained by dividing the Original Issue Price of the Series B Preferred by the “*Series B Preferred Conversion Price*”, calculated as provided in Section 5(c).

c. **Series A Preferred Conversion Price; Series B Preferred Conversion Price.** The conversion price for the Series A Preferred shall initially be the Original Issue Price of the Series A Preferred (the “*Series A Preferred Conversion Price*”). The conversion price for the Series B Preferred shall initially be the Original Issue Price of the Series B Preferred (the “*Series B Preferred Conversion Price*”). Such initial Series A Preferred Conversion Price and Series B Preferred Conversion Price shall be adjusted from time to time in accordance with this Section 5. All references to the Series A Preferred Conversion Price or Series B Preferred Conversion Price herein shall mean the Series A Preferred Conversion Price or Series B Preferred Conversion Price as so adjusted. The Series A Preferred Conversion Price and/or Series B Preferred Conversion Price, as in effect from time to time, shall each be referred to herein as a “*Conversion Price*”.

d. **Mechanics of Conversion.** Each holder of Preferred Stock who desires to convert the same into shares of Common Stock pursuant to this Section 5 shall surrender the certificate or certificates therefor, duly endorsed, at the office of the Company or any transfer agent for the Preferred Stock, and shall give written notice to the Company at such office that such holder elects to convert the same. Such notice shall state the number and type of shares of Preferred Stock being converted. Thereupon, the Company shall promptly issue and deliver at such office to such holder a certificate or certificates for the number of shares of Common Stock to which such holder is entitled and shall promptly pay (i) in cash or, to the extent sufficient funds are not then legally available therefor, in Common Stock (at the Common Stock’s fair market value determined by the Board as of the date of such conversion), any declared and unpaid dividends on the shares of Preferred Stock, as applicable, being converted and (ii) in cash (at the Common Stock’s fair market value determined by the Board as of the date of conversion) the value of any fractional share of Common Stock otherwise issuable to any holder of Preferred Stock. Such conversion shall be deemed to have been made at the close of business on the date of such surrender of the certificates representing the shares of Preferred Stock to be converted, and the person entitled to receive the shares of Common Stock issuable upon such conversion shall be treated for all purposes as the record holder of such shares of Common Stock on such date.

e. **Adjustment for Stock Splits and Combinations.** If at any time or from time to time on or after the filing date hereof (the “*Original Filing Date*”) the Company effects a subdivision of the outstanding Common Stock, each Conversion Price in effect immediately before that subdivision shall be proportionately decreased. Conversely, if at any time or from time to time after the Original Filing Date the Company combines the outstanding shares of Common Stock into a smaller number of shares, each Conversion Price in effect

immediately before the combination shall be proportionately increased. Any adjustment under this Section 5(e) shall become effective at the close of business on the date the subdivision or combination becomes effective.

f. **Adjustment for Common Stock Dividends and Distributions.**

If at any time or from time to time on or after the Original Filing Date the Company pays to holders of Common Stock a dividend or other distribution in additional shares of Common Stock each Conversion Price then in effect shall be decreased as of the time of such issuance, as provided below:

(1) Each Conversion Price shall be adjusted by multiplying such Conversion Price then in effect by a fraction:

(a) the numerator of which is the total number of shares of Common Stock issued and outstanding immediately prior to the time of such issuance, and

(b) the denominator of which is the total number of shares of Common Stock issued and outstanding immediately prior to the time of such issuance plus the number of shares of Common Stock issuable in payment of such dividend or distribution;

(2) If the Company fixes a record date to determine which holders of Common Stock are entitled to receive such dividend or other distribution, each Conversion Price shall be fixed as of the close of business on such record date and the number of shares of Common Stock shall be calculated immediately prior to the close of business on such record date; and

(3) If such record date is fixed and such dividend is not fully paid or if such distribution is not fully made on the date fixed therefor, each Conversion Price shall be recomputed accordingly as of the close of business on such record date and thereafter each Conversion Price shall be adjusted pursuant to this Section 5(f) to reflect the actual payment of such dividend or distribution.

g. **Adjustment for Reclassification, Exchange, Substitution, Reorganization, Merger or Consolidation.** If at any time or from time to time on or after the Original Filing Date the Common Stock issuable upon the conversion of the Preferred Stock is changed into the same or a different number of shares of any class or classes of stock, whether by recapitalization, reclassification, merger, consolidation or otherwise (other than an Acquisition or Asset Transfer as defined in Section 4 or a subdivision or combination of shares or stock dividend provided for elsewhere in this Section 5), in any such event each holder of Preferred Stock shall then have the right to convert such stock into the kind and amount of stock and other securities and property receivable upon such recapitalization, reclassification, merger, consolidation or other change by holders of the maximum number of shares of Common Stock into which such shares of Preferred Stock could have been converted immediately prior to such recapitalization, reclassification, merger, consolidation or change, all subject to further adjustment as provided herein or with respect to such other securities or property by the terms

thereof. In any such case, appropriate adjustment shall be made in the application of the provisions of this Section 5 with respect to the rights of the holders of Preferred Stock after the capital reorganization, to the end that the provisions of this Section 5 (including adjustment of the each Conversion Price then in effect and the number of shares issuable upon conversion of the Preferred Stock) shall be applicable after that event and be as nearly equivalent as practicable.

**h. Sale of Shares Below Series A Preferred Conversion Price or Series B Preferred Conversion Price.**

(1) If at any time or from time to time on or after the Original Filing Date the Company issues or sells, or is deemed by the express provisions of this Section 5(h) to have issued or sold, Additional Shares of Common Stock (as defined in paragraph (5) below), other than as provided in Section 5(e), 5(f) or 5(g) above, for an Effective Price (as defined in paragraph (5) below) less than (A) with respect to the Series A Preferred, the then effective Series A Preferred Conversion Price or (B) with respect to the Series B Preferred, the then effective Series B Preferred Conversion Price (each, a “*Qualifying Dilutive Issuance*”), then and in each such case, the then existing Series A Preferred Conversion Price and/or Series B Conversion Price, as applicable, shall be reduced, as of the opening of business on the date of such issue or sale, to a price determined by multiplying the applicable Conversion Price in effect immediately prior to such issuance or sale by a fraction:

(a) the numerator of which shall be (A) the number of shares of Common Stock deemed outstanding (as determined below) immediately prior to such issue or sale, plus (B) the number of shares of Common Stock which the Aggregate Consideration (as defined in paragraph (3) below) received or deemed received by the Company for the total number of Additional Shares of Common Stock so issued would purchase at such then-existing applicable Conversion Price, and

(b) the denominator of which shall be the number of shares of Common Stock deemed outstanding immediately prior to such issue or sale plus the total number of Additional Shares of Common Stock so issued.

For the purposes of the preceding sentence, the number of shares of “Common Stock deemed outstanding” as of a given date shall be the sum of (x) the number of shares of Common Stock outstanding, (y) the number of shares of Common Stock into which the then outstanding shares of Preferred Stock could be converted if fully converted on the day immediately preceding the given date, and (z) the number of shares of Common Stock which are issuable upon the exercise or conversion of all other rights, options and convertible securities outstanding on the day immediately preceding the given date.

(2) No adjustment shall be made to any Conversion Price in an amount less than one cent (\$0.01) per share. Any adjustment required by this Section 5(h) shall be rounded to the nearest one cent (\$0.01) per share. Any adjustment otherwise required by this Section 5(h) that is not required to be made due to the preceding two sentences shall be included in any subsequent adjustment to the applicable Conversion Price.

(3) For the purpose of making any adjustment required under this Section 5(h), the aggregate consideration received by the Company for any issue or sale of securities (the “**Aggregate Consideration**”) shall be defined as: (A) to the extent it consists of cash, the gross amount of cash received by the Company before deduction of any underwriting or similar commissions, compensation or concessions paid or allowed by the Company in connection with such issue or sale and without deduction of any expenses payable by the Company, (B) to the extent it consists of property other than cash, the fair value of that property as determined in good faith by the Board, and (C) if Additional Shares of Common Stock, Convertible Securities (as defined in paragraph (4) below) or rights or options to purchase either Additional Shares of Common Stock or Convertible Securities are issued or sold together with other stock or securities or other assets of the Company for a consideration which covers both, the portion of the consideration so received that may be reasonably determined in good faith by the Board to be allocable to such Additional Shares of Common Stock, Convertible Securities or rights or options.

(4) For the purpose of the adjustment required under this Section 5(h), if the Company issues or sells (x) Preferred Stock or other stock, options, warrants, purchase rights or other securities convertible into, Additional Shares of Common Stock (such convertible stock or securities being herein referred to as “**Convertible Securities**”) or (y) rights or options for the purchase of Additional Shares of Common Stock or Convertible Securities, and if the Effective Price of such Additional Shares of Common Stock is less than the Series A Preferred Conversion Price or the Series B Preferred Conversion Price, as applicable, in each case the Company shall be deemed to have issued at the time of the issuance of such rights or options or Convertible Securities the maximum number of Additional Shares of Common Stock issuable upon exercise or conversion thereof and to have received as consideration for the issuance of such shares an amount equal to the total amount of the consideration, if any, received by the Company for the issuance of such rights or options or Convertible Securities plus:

(a) in the case of such rights or options, the minimum amounts of consideration, if any, payable to the Company upon the exercise of such rights or options; and

(b) in the case of Convertible Securities, the minimum amounts of consideration, if any, payable to the Company upon the conversion thereof (other than by cancellation of liabilities or obligations evidenced by such Convertible Securities); *provided* that if the minimum amounts of such consideration cannot be ascertained, but are a function of antidilution or similar protective clauses, the Company shall be deemed to have received the minimum amounts of consideration without reference to such clauses.

If the minimum amount of consideration payable to the Company upon the exercise or conversion of rights, options or Convertible Securities is reduced over time or on the occurrence or non-occurrence of specified events other than by reason of antidilution adjustments, the Effective Price shall be recalculated using the figure to which such minimum amount of consideration is reduced; *provided further*, that if the minimum amount of consideration payable to the Company upon the exercise or conversion of such rights, options or Convertible Securities is subsequently increased, the Effective Price shall be again recalculated

using the increased minimum amount of consideration payable to the Company upon the exercise or conversion of such rights, options or Convertible Securities.

No further adjustment of any Conversion Price, as adjusted upon the issuance of such rights, options or Convertible Securities, shall be made as a result of the actual issuance of Additional Shares of Common Stock or the exercise of any such rights or options or the conversion of any such Convertible Securities. If any such rights or options or the conversion privilege represented by any such Convertible Securities shall expire without having been exercised, the applicable Conversion Price as adjusted upon the issuance of such rights, options or Convertible Securities shall be readjusted to the applicable Conversion Price which would have been in effect had an adjustment been made on the basis that the only Additional Shares of Common Stock so issued were the Additional Shares of Common Stock, if any, actually issued or sold on the exercise of such rights or options or rights of conversion of such Convertible Securities, and such Additional Shares of Common Stock, if any, were issued or sold for the consideration actually received by the Company upon such exercise, plus the consideration, if any, actually received by the Company for the granting of all such rights or options, whether or not exercised, plus the consideration received for issuing or selling the Convertible Securities actually converted, plus the consideration, if any, actually received by the Company (other than by cancellation of liabilities or obligations evidenced by such Convertible Securities) on the conversion of such Convertible Securities, *provided* that such readjustment shall not apply to prior conversions of Preferred Stock.

(5) For the purpose of making any adjustment to the Conversion Price of the Preferred Stock required under this Section 5(h), “***Additional Shares of Common Stock***” shall mean all shares of Common Stock issued by the Company or deemed to be issued pursuant to this Section 5(h) (including shares of Common Stock subsequently reacquired or retired by the Company), other than:

(a) shares of Common Stock issued upon conversion of the Preferred Stock;

(b) shares of Common Stock or Convertible Securities issued after the Original Filing Date to employees, officers or directors of, or consultants or advisors to the Company or any subsidiary pursuant to stock purchase or stock option plans or other arrangements that are approved by the Board;

(c) shares of Common Stock issued pursuant to the exercise of Convertible Securities outstanding as of the Original Filing Date;

(d) shares of Common Stock or Convertible Securities issued for consideration other than cash pursuant to a merger, consolidation, acquisition, strategic alliance or similar business combination approved by the Board;

(e) shares of Common Stock or Convertible Securities issued pursuant to any equipment loan or leasing arrangement, real property leasing arrangement or debt financing from a bank or similar financial institution approved by the Board;

(f) shares of Common Stock issued pursuant to an effective registration statement under the Securities Act of 1933, as amended (the “*Securities Act*”) that results in the conversion of all outstanding shares of Preferred Stock into shares of Common Stock;

(g) shares of Common Stock or Convertible Securities issued as a dividend or distribution on the Series A Preferred or Series B Preferred; and

(h) warrants issued or issuable pursuant to that certain Series B Preferred Stock and Warrant Purchase Agreement dated on or about the date hereof, by and among the Company and the purchasers named therein, as the same may be amended from time to time (the “*Purchase Agreement*”) and shares of Common Stock issued or issuable upon exercise of such warrants.

References to Common Stock in the subsections of this clause (5) above shall mean all shares of Common Stock issued by the Company or deemed to be issued pursuant to this Section 5(h). The “*Effective Price*” of Additional Shares of Common Stock shall mean the quotient determined by dividing the total number of Additional Shares of Common Stock issued or sold, or deemed to have been issued or sold by the Company under this Section 5(h), into the Aggregate Consideration received, or deemed to have been received by the Company for such issue under this Section 5(h), for such Additional Shares of Common Stock. In the event that the number of shares of Additional Shares of Common Stock or the Effective Price cannot be ascertained at the time of issuance, such Additional Shares of Common Stock shall be deemed issued immediately upon the occurrence of the first event that makes such number of shares or the Effective Price, as applicable, ascertainable.

(6) In the event that the Company issues or sells, or is deemed to have issued or sold, Additional Shares of Common Stock in a Qualifying Dilutive Issuance (the “*First Dilutive Issuance*”), then in the event that the Company issues or sells, or is deemed to have issued or sold, Additional Shares of Common Stock in a Qualifying Dilutive Issuance other than the First Dilutive Issuance as a part of the same transaction or series of related transactions as the First Dilutive Issuance (a “*Subsequent Dilutive Issuance*”), then and in each such case upon a Subsequent Dilutive Issuance each applicable Conversion Price shall be reduced to the Conversion Price that would have been in effect had the First Dilutive Issuance and each Subsequent Dilutive Issuance all occurred on the closing date of the First Dilutive Issuance.

i. **Certificate of Adjustment.** In each case of an adjustment or readjustment of any Conversion Price for the number of shares of Common Stock or other securities issuable upon conversion of any Preferred Stock, if such series of Preferred Stock is then convertible pursuant to this Section 5, the Company, at its expense, shall compute such adjustment or readjustment in accordance with the provisions hereof and shall, upon request, prepare a certificate showing such adjustment or readjustment, and shall mail such certificate, by first class mail, postage prepaid, to each registered holder of such series of Preferred Stock so requesting at the holder’s address as shown in the Company’s books. The certificate shall set forth such adjustment or readjustment, showing in detail the facts upon which such adjustment or

readjustment is based, including a statement of (i) the consideration received or deemed to be received by the Company for any Additional Shares of Common Stock issued or sold or deemed to have been issued or sold, (ii) the applicable Conversion Price at the time in effect, (iii) the number of Additional Shares of Common Stock and (iv) the type and amount, if any, of other property which at the time would be received upon conversion of such series of Preferred Stock. Failure to request or provide such notice shall have no effect on any such adjustment.

j. **Notices of Record Date.** Upon (i) any taking by the Company of a record of the holders of any class of securities for the purpose of determining the holders thereof who are entitled to receive any dividend or other distribution, or (ii) any Acquisition or other capital reorganization of the Company, any reclassification or recapitalization of the capital stock of the Company, any merger or consolidation of the Company with or into any other corporation, any Asset Transfer or any voluntary or involuntary dissolution, liquidation or winding up of the Company, the Company shall mail to each holder of Preferred Stock at least ten (10) days prior to (x) the record date, if any, specified therein, or (y) if no record date is specified, the date upon which such action is to take effect (or, in either case, such shorter period approved by the holders of sixty-five percent (65%) of the outstanding Preferred Stock voting together on an as-converted basis) a notice specifying (A) the date on which any such record is to be taken for the purpose of such dividend or distribution and a description of such dividend or distribution, (B) the date on which any such Acquisition, reorganization, reclassification, transfer, consolidation, merger, Asset Transfer, dissolution, liquidation or winding up is expected to become effective, and (C) the date, if any, that is to be fixed as to when the holders of record of Common Stock (or other securities) shall be entitled to exchange their shares of Common Stock (or other securities) for securities or other property deliverable upon such Acquisition, reorganization, reclassification, transfer, consolidation, merger, Asset Transfer, dissolution, liquidation or winding up.

k. **Automatic Conversion.**

(1) Each share of Series A Preferred shall automatically be converted into shares of Common Stock, based on the then-effective Series A Preferred Conversion Price, (A) at any time upon the affirmative election of the holders of at least seventy percent (70%) of the outstanding shares of the Series A Preferred, or (B) immediately upon the closing of a firmly underwritten public offering pursuant to an effective registration statement under the Securities Act covering the offer and sale of Common Stock for the account of the Company in which (i) the per share price of the Common Stock to be issued and sold in such offering multiplied by the number of shares of Common Stock outstanding immediately prior to the closing of such offering results in a product of \$200,000,000 or more and (ii) the gross cash proceeds to the Company (before underwriting discounts, commissions and fees) are at least \$30,000,000. Each share of Series B Preferred shall automatically be converted into shares of Common Stock, based on the then-effective Series B Preferred Conversion Price, (A) at any time upon the affirmative election of the holders of at least sixty-five percent (65%) of the outstanding shares of the Series B Preferred, or (B) immediately upon the closing of a firmly underwritten public offering pursuant to an effective registration statement under the Securities Act covering the offer and sale of Common Stock for the account of the Company in which (i) the per share price of the Common Stock to be issued and sold in such offering multiplied by the number of shares of Common Stock outstanding immediately prior to the closing of such offering results in



a product of \$200,000,000 or more and (ii) the gross cash proceeds to the Company (before underwriting discounts, commissions and fees) are at least \$30,000,000. For the purposes of the preceding two sentences, the number of shares of Common Stock deemed to be outstanding as of a given date shall be the sum of (x) the number of shares of Common Stock outstanding, (y) the number of shares of Common Stock into which the then outstanding shares of such series of Preferred Stock could be converted if fully converted on the day immediately preceding the given date, and (z) the number of shares of Common Stock which are issuable upon the exercise or conversion of all other rights, options and convertible securities outstanding on the day immediately preceding the given date. Upon such automatic conversion, any declared and unpaid dividends shall be paid in accordance with the provisions of Section 5(d).

(2) Upon the occurrence of either of the events specified in Section 5(k)(1) above, the outstanding shares of the applicable series of Preferred Stock shall be converted automatically without any further action by the holders of such shares and whether or not the certificates representing such shares are surrendered to the Company or its transfer agent; *provided, however*, that the Company shall not be obligated to issue certificates evidencing the shares of Common Stock issuable upon such conversion unless the certificates evidencing such shares of Preferred Stock are either delivered to the Company or its transfer agent as provided below, or the holder notifies the Company or its transfer agent that such certificates have been lost, stolen or destroyed and executes an agreement satisfactory to the Company to indemnify the Company from any loss incurred by it in connection with such certificates. Upon the occurrence of such automatic conversion of Preferred Stock, the holders of such shares of Preferred Stock shall surrender the certificates representing such shares, duly endorsed, at the office of the Company or any transfer agent for the Preferred Stock. Thereupon, there shall be issued and delivered to such holder promptly at such office and in its name as shown on such surrendered certificate or certificates, a certificate or certificates for the number of shares of Common Stock into which the shares of Preferred Stock surrendered were convertible on the date on which such automatic conversion occurred, and any declared and unpaid dividends shall be paid in accordance with the provisions of Section 5(d).

1. **Special Automatic Conversion.** In the event that any holder of shares of Series A Preferred, or an Affiliate (as defined below) of such holder, does not Fully Participate (as defined below) in any closing of the Series B Financing (as defined below) pursuant to the terms set forth in the Purchase Agreement (including the provision of prior notice), then each share of Series A Preferred held by such holder shall automatically, and without any further action on the part of such holder, be converted into shares of Common Stock at the Series A Conversion Price in effect immediately prior to the consummation of the first closing of Series B Financing in which such holder does not Fully Participate, effective upon, subject to, and concurrently with, such closing of Series B Financing. Each share of Series A Preferred so converted shall be converted in the manner set forth in Section 5(k) hereof. For purposes this Section 5(l), the following definitions shall apply:

(1) “**Fully Participate**” means that a holder of shares of Series A Preferred has (A) executed the Purchase Agreement on or before August 15, 2008, and (B) at each Closing (as defined in the Purchase Agreement) under the Purchase Agreement, purchased its Pro Rata Share (as defined in the Purchase Agreement) of the of the number of Shares (as

defined in the Purchase Agreement) set forth in such Election Notice (as defined in the Purchase Agreement) required thereunder to be purchased at such Closing by such Purchaser.

(2) “**Series B Financing**” means the transactions contemplated by the Purchase Agreement.

(3) “**Affiliate**” means (i) with respect to any holder of capital stock, any other entity or individual who directly or indirectly, controls, is controlled by or is under common control with such holder of capital stock, including without limitation any general partner, managing member, officer or director of such holder of capital stock, any venture capital fund now or hereafter existing which is controlled by one or more general partners or managing members of, or shares the same management company with, such holder of capital stock, and (ii) with respect to any individual that is the holder of capital stock, the estate of such individual if then deceased or any custodian or trustee of any trust, partnership or limited liability company for the benefit of, or the ownership interests of which are owned wholly by, such individual holder of capital stock or any such holder’s Immediate Family Members (as defined below).

(4) “**Immediate Family Member**” shall mean a child, stepchild, grandchild, parent, stepparent, grandparent, spouse, sibling, mother-in-law, father-in-law, son-in-law, daughter-in-law, brother-in-law, or sister-in-law, including adoptive relationships, of an individual holder of capital stock.

m. **Fractional Shares.** No fractional shares of Common Stock shall be issued upon conversion of Preferred Stock. All shares of Common Stock (including fractions thereof) issuable upon conversion of more than one share of Preferred Stock by a holder thereof shall be aggregated for purposes of determining whether the conversion would result in the issuance of any fractional share. If, after the aforementioned aggregation, the conversion would result in the issuance of any fractional share, the Company shall, in lieu of issuing any fractional share, pay cash equal to the product of such fraction multiplied by the fair market value of one share of Common Stock (as determined by the Board) on the date of conversion.

n. **Reservation of Stock Issuable Upon Conversion.** The Company shall at all times reserve and keep available out of its authorized but unissued shares of Common Stock, solely for the purpose of effecting the conversion of the shares of the Preferred Stock, such number of its shares of Common Stock as shall from time to time be sufficient to effect the conversion of all outstanding shares of the Preferred Stock. If at any time the number of authorized but unissued shares of Common Stock shall not be sufficient to effect the conversion of all then outstanding shares of the Preferred Stock, the Company will take such corporate action as may be necessary to increase its authorized but unissued shares of Common Stock to such number of shares as shall be sufficient for such purpose.

o. **Notices.** Any notice required by the provisions of this Section 5 shall be in writing and shall be deemed effectively given: (i) upon personal delivery to the party to be notified, (ii) when sent by confirmed electronic mail or facsimile if sent during normal business hours of the recipient; if not, then on the next business day, (iii) five (5) days after having been sent by registered or certified mail, return receipt requested, postage prepaid, or (iv)

one (1) day after deposit with a nationally recognized overnight courier, specifying next day delivery, with verification of receipt. All notices shall be addressed to each holder of record at the address of such holder appearing on the books of the Company.

p. **Payment of Taxes.** The Company will pay all taxes (other than taxes based upon income) and other governmental charges that may be imposed with respect to the issue or delivery of shares of Common Stock upon conversion of shares of Preferred Stock, excluding any tax or other charge imposed in connection with any transfer involved in the issue and delivery of shares of Common Stock in a name other than that in which the shares of Preferred Stock so converted were registered.

## 6. **REDEMPTION.**

a. The Company shall be obligated to redeem the Preferred Stock as follows:

(1) The holders of at least a majority of the then outstanding shares of Series A Preferred, voting together as a separate class, may require the Company, to the extent it may lawfully do so, to redeem all of the then outstanding Series A Preferred in a single installment not prior to the fourth (4<sup>th</sup>) anniversary of the Original Filing Date and not prior to the Series B Redemption Date (the “**Series A Redemption Date**”); *provided* that the Company shall receive at least sixty (60) days prior to the Redemption Date written notice of such election of the Series A Preferred. The holders of at least sixty-five percent (65%) of the then outstanding shares of Series B Preferred, voting together as a separate class, may require the Company, to the extent it may lawfully do so, to redeem all of the then outstanding Series B Preferred in a single installment not prior to the fourth (4<sup>th</sup>) anniversary of the Original Filing Date (the “**Series B Redemption Date**”, and referred to with the “**Series A Redemption Date**” as a “**Redemption Date**”); *provided* that the Company shall receive at least sixty (60) days prior to the Redemption Date written notice of such election of the Series B Preferred. The Company shall effect such redemption on the applicable Redemption Date by paying in cash in exchange for the shares of Preferred Stock a sum equal to the Original Issue Price per share of the series of Preferred Stock being redeemed plus declared and unpaid dividends (as applicable) with respect to such shares. The total amount to be paid for each series of Preferred Stock is hereinafter referred to as the applicable “**Redemption Price**.” Shares of Series B Preferred subject to redemption pursuant to this Section 6(a) shall be redeemed from each holder of Series B Preferred on a pro rata basis, based on the number of shares of Series B Preferred then held. Shares of Series A Preferred subject to redemption pursuant to this Section 6(a) shall be redeemed from each holder of Series A Preferred on a pro rata basis, based on the number of shares of Series A Preferred then held, subject to the prior redemption or conversion of all shares of Series B Preferred.

(2) At least thirty (30) days but no more than sixty (60) days prior to each Redemption Date, the Company shall send a notice (a “**Redemption Notice**”) to all holders of the series of Preferred Stock to be redeemed setting forth (A) the Redemption Price for the shares to be redeemed; and (B) the place at which such holders may obtain payment of the Redemption Price upon surrender of their share certificates. If the Company does not have sufficient funds legally available to redeem all shares to be redeemed, then it shall so notify such

holders and shall redeem such shares pro rata (based on the portion of the aggregate Redemption Price payable to them) to the extent possible and shall redeem the remaining shares to be redeemed as soon as sufficient funds are legally available.

b. On or prior to a Redemption Date, the Company shall deposit the Redemption Price of all shares to be redeemed with a bank or trust company having aggregate capital and surplus in excess of \$100,000,000, as a trust fund, with irrevocable instructions and authority to the bank or trust company to pay, on and after such Redemption Date, the Redemption Price of the shares to their respective holders upon the surrender of their share certificates. Any moneys deposited by the Company pursuant to this Section 6(b) for the redemption of shares thereafter converted into shares of Common Stock pursuant to Section 5 hereof no later than the fifth (5th) day preceding the applicable Redemption Date shall be returned to the Company forthwith upon such conversion. The balance of any funds deposited by the Company pursuant to this Section 6(b) remaining unclaimed at the expiration of one (1) year following the applicable Redemption Date shall be returned to the Company promptly upon its written request.

c. On or after the applicable Redemption Date, each holder of shares of Preferred Stock shall surrender such holder's certificates representing such shares to the Company in the manner and at the place designated in the applicable Redemption Notice, and thereupon the Redemption Price of such shares shall be payable to the order of the person whose name appears on such certificate or certificates as the owner thereof and each surrendered certificate shall be canceled. In the event less than all the shares represented by such certificates are redeemed, a new certificate shall be issued representing the unredeemed shares. From and after the Redemption Date, unless there shall have been a default in payment of the Redemption Price or the Company is unable to pay the Redemption Price due to not having sufficient legally available funds, all rights of the holder of such shares as holder of the applicable series of Preferred Stock (except the right to receive the Redemption Price without interest upon surrender of their certificates), shall cease and terminate with respect to such shares; *provided* that in the event that shares of Preferred Stock are not redeemed due to a default in payment by the Company or because the Company does not have sufficient legally available funds, such shares of Preferred Stock shall remain outstanding and shall be entitled to all of the rights and preferences provided herein until redeemed.

d. In the event of a call for redemption of any shares of Preferred Stock, the Conversion Rights (as defined in Section 5) for such series of Preferred Stock shall terminate as to the shares designated for redemption at the close of business on the last business day preceding the applicable Redemption Date, unless default is made in payment of the applicable Redemption Price.

#### **7. NO REISSUANCE OF PREFERRED STOCK.**

No shares or shares of Preferred Stock acquired by the Company by reason of redemption, purchase, conversion or otherwise shall be reissued.

### **V.**

A. The liability of the directors of the Company for monetary damages shall be eliminated to the fullest extent under applicable law.

B. Any repeal or modification of this Article V shall only be prospective and shall not affect the rights under this Article V in effect at the time of the alleged occurrence of any action or omission to act giving rise to liability.

C. In the event that a member of the Board who is also a partner or employee of an entity that is a holder of Preferred Stock and that is in the business of investing and reinvesting in other entities, or an employee of an entity that manages such an entity (each, a “**Fund**”) acquires knowledge of a potential transaction or other matter in such individual’s capacity as a partner or employee of the Fund or the manager or general partner of the Fund (and other than directly in connection with such individual’s service as a member of the Board) and that may be an opportunity of interest for both the Company and such Fund (a “**Corporate Opportunity**”), then the Company (i) renounces any expectancy that such director or Fund offer an opportunity to participate in such Corporate Opportunity to the Company and (ii) to the fullest extent permitted by law, waives any claim that such opportunity constituted a Corporate Opportunity that should have been presented by such director or Fund to the Company or any of its affiliates; *provided, however*, that such director acts in good faith.

## VI.

For the management of the business and for the conduct of the affairs of the Company, and in further definition, limitation and regulation of the powers of the Company, of its directors and of its stockholders or any class thereof, as the case may be, it is further *provided* that:

A. The management of the business and the conduct of the affairs of the Company shall be vested in its Board. The number of directors which shall constitute the whole Board shall be fixed by the Board in the manner provided in the Company’s Bylaws, subject to any restrictions which may be set forth in this Third Amended and Restated Certificate of Incorporation.

B. The Board is expressly empowered to adopt, amend or repeal the Bylaws of the Company. The stockholders shall also have the power to adopt, amend or repeal the Bylaws of the Company; *provided however*, that, in addition to any vote of the holders of any class or series of stock of the Company required by law or by this Third Amended and Restated Certificate of Incorporation, the affirmative vote of the holders of at least a majority of the voting power of all of the then-outstanding shares of the capital stock of the Company entitled to vote generally in the election of directors, voting together as a single class, shall be required to adopt, amend or repeal any provision of the Bylaws of the Company.

C. The directors of the Company need not be elected by written ballot unless the Company’s Bylaws so provide.

\* \* \* \*

**FOUR:** This Third Amended and Restated Certificate of Incorporation has been duly approved by the Board.

**FIVE:** This Third Amended and Restated Certificate of Incorporation was approved by the holders of the requisite number of shares of said corporation in accordance with Section 228 of the DGCL. This Third Amended and Restated Certificate of Incorporation has been duly adopted in accordance with the provisions of Sections 242 and 245 of the DGCL by the stockholders of the Company.

**[SIGNATURE PAGE FOLLOWS]**

**IN WITNESS WHEREOF**, Air2Web, Inc. has caused this Third Amended and Restated Certificate of Incorporation to be signed by its Chief Executive Officer as of July 29, 2008.

**AIR2WEB, INC.**

By: /s/Thomas M. Cotney, Jr.

Name: Thomas M. Cotney, Jr.

Title: Chief Executive Officer