UNITED STATES OF AMERICA

EDERAL TRADE COMMISSION WASHINGTON, D.C. 20580

Office of the
General Counsel

BY HAND DELIVERY

The Honorable Judge Ellen Segal Huvelle
United States District Court for the District of Columbia
33 Constitution Avenue N.W.

Washington D.C. 20001

RE: Federal Trade Commission v. Blockbuster Inc., Civil Number 1:05CV00463

Dear Judge Huvelle:

The Federal Trade Commission and Blockbuster Inc. have conferred in an effort to
resolve this matter to avoid litigation and further imposition on the Court. We are pleased to report that we have resolved our differences and have agreed to extend the waiting period as reflected in the enclosed proposed form of order. Of course, neither the FTC nor Blockbuster concedes any of its positions on these issues in submitting this order.

We appreciate your consideration to this matter.

UNITED STATES DISTRICT COURT DISTRICT OF COLUMBIA

FEDERAL TRADE COMMISSION, Civil Action No.: 1:05 CV 00463 (ESH)

Plaintiff,

BLOCKBUSTER, INC.,

Defendant. I