New Residential and Business DSL Solutions from Thomson Provide Enhanced Connectivity Options and Offer Telecoms Opportunity for Revenue Growth

Complete Range of SpeedTouch™ Residential Gateways and New Business DSL Gateway Deliver Advanced Broadband Services

Chicago, June 22, **2004** – As part of the strategy to increase its market position in North America, Thomson (Euronext Paris: 18453; NYSE: TMS), the world leader in integrated solutions (technologies, equipment and services) for the entertainment and media industries, is unveiling an expanded range of residential and business DSL products at Supercomm 2004. The new offerings, designed to ensure effortless connectivity for the home and office, include two advanced residential gateways with high-speed wireless 802.11g compatibility, an ADSL2+ combination modem, an adapter that provides Voice Over IP (VoIP) connectivity and a cost-competitive sophisticated ADSL2+ business router that enables remote workers to securely connect to the corporate local area network (LAN).

"Telecommunications companies are looking for avenues to increase profits and reduce churn and operational costs in a highly competitive marketplace, and Thomson is dedicated to creating both technologically advanced products as well as efficient and affordable solutions," said Bruno Fabre, Vice President, Telecom Division, Thomson. "Our new solutions round out the full line of residential gateways and provide the base platform for consumers to experience the advanced capabilities of the Internet and home networking, while our business offering provides a complete package of value-added services," he added.

SpeedTouch Gateways
The networked home environment is the driving force behind the growth of DSL products and Thomson is addressing the needs for home connectivity with a range of new SpeedTouch™ wireless and powerline enabled products. These next generation gateways have been designed to easily and securely deliver an extensive array of value-added services such as video, Voice over IP, content filtering, parental control, and file and printer sharing.

The products include the SpeedTouch 538 multi-user ADSL2+ advanced USB and Ethernet combo modem that delivers fast connection to the Internet via either USB or Ethernet port. The SpeedTouch 538 will be available this summer.   Two wireless gateways are scheduled for market introduction later this year -- the SpeedTouch 585 incorporates both IEEE 802.11g and a for video distribution in the home, while the SpeedTouch 785 offers Voice Over IP capability. These new gateways are also compatible with ADSL2 and ADSL2+ standards.

Enabling simple plug-and-play functionality, the range of SpeedTouch gateways all incorporate the SpeedTouch Wireless Home Install Wizard, a unique set-up tool that configures and secures the SpeedTouch gateway and wireless clients from a single CD. Additionally, the SpeedTouch ICSA certified firewall guarantees users the ultimate level in network security. The FLEXIBundLE architecture allows operators to define and remotely enable and disable the services offered by the SpeedTouch gateways to create differentiated valued-added service offerings like Video and Voice over IP. The coexistence on the gateway of these services is guaranteed by the integrated Diffserv IP QoS (Quality of service) functionality.

Complementing the residential gateway line up is a range of IEEE 802.11g accessories including:
SpeedTouch 110g - wireless PC card for use with a laptop
SpeedTouch 120g - wireless USB adapter for a desktop or laptop computer
SpeedTouch 180 - wireless access point

In addition, Thomson is introducing the SpeedTouch 190 telephone adapter VoIP gateway, which provides Voice Over IP capability for a standard telephone. The adapter connects to the existing DSL gateway via the Ethernet port and provides voice and fax service over an IP network with SIP protocol.

SpeedTouch 620 - Business DSL Gateway
Designed for telecommuters and small and mid-sized enterprises (SMEs), the SpeedTouch 620 gateway provides a secure end-to-end VPN solution for integrating remote workers and branch offices into the corporate LAN. This router affords operators with new revenue opportunities from a series of value-added Network Management services including service level agreements monitoring that automatically identifies and locates network problems, generates web reports that show compliancy to the agreed SLA's. It also supports remote packet tracing. In another value-added service offering, the equipment and topology management provides a graphical display of the customers' network topology and devices including alarm status, logs, counters and graphs. It also enables software and configuration upgrades and backups. Virtual Private Networks, using the ICSA-certified IPsec technology, allows the cost-efficient connection of a branch office to the head office and provides optimised support for MPLS networks. The integrated SIP multimedia PBX offers an IP phone solution for small offices. The SpeedTouch 620 is compliant with ADSL, ADSL2, ADSL2+ and Re-ADSL standards and also exists in SHDSL/SHDS.bis, VDSL/VDSL.bis and fiber Ethernet variants.

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About Thomson
Thomson (Euronext Paris: 18453; NYSE: TMS) is the leading provider of technology and service solutions for integrated media and entertainment companies. By capitalizing on and expanding its leadership positions at the intersection of entertainment, media and technology, Thomson provides end-to-end solutions to content creators, video network operators, manufacturers and retailers through its Technicolor, Grass Valley, THOMSON and RCA brands. For more information: www.thomson.net

Thomson's Broadband Access Products activity, part of Thomson's Video Network Solutions division, is a leading supplier of digital entertainment receivers to the world's major satellite, cable and terrestrial broadcasters. It is also one of the leading suppliers of high-speed modems, IP set-top boxes, and telephones to Telecom companies around the globe. Products are marketed under several brands including RCA, Thomson, and SpeedTouch.

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