

June 23, 2008

DIGITAL BACKGROUND CORPORATION, A WHOLLY OWNED SUBSIDIARY OF ACACIA RESEARCH CORPORATION, HAS ENTERED INTO A SETTLEMENT AND LICENSE AGREEMENT WITH APPLE INC.

Newport Beach, CA. –June 23, 2008 – Digital Background Corporation, a wholly owned subsidiary of Acacia Research Corporation, has entered into a settlement and license agreement with Apple Inc. This agreement resolves patent litigation that was pending in the District Court for the Northern District of California.