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MICROSTRATEGY INC
Form 8-K
February 15, 2001

SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, DC 20549

FORM 8-K

CURRENT REPORT
PURSUANT TO SECTION 13 OR 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934

Date of report (Date of earliest event reported): February 13, 2001

MICROSTRATEGY INCORPORATED

(Exact Name of Registrant as Specified in Charter)

Delaware	0-24435	51-0323571
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(State or Other Jurisdiction of Incorporation)	(Commission File Number)	(IRS Employer Identification No.)

8000 Towers Crescent Drive, Vienna, Virginia	22182
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(Address of Principal Executive Offices)	(Zip Code)

Registrant's telephone number, including area code: (703) 848-8600

(Former Name or Former Address, if Changed since Last Report)

Item 5. Other Events.

On February 13, 2001, MicroStrategy Incorporated (the "Company") and MicroStrategy Services Corporation (the "Borrower"), a wholly-owned subsidiary of the Company, entered into a \$30 million credit facility with Foothill Capital Corporation ("Foothill"). The credit facility consists of a term loan and a revolving line of credit against the receivables of the Borrower and MicroStrategy Canada Incorporated. The credit facility is guaranteed by the Company and certain of its other subsidiaries (the "Guarantors") and is secured by substantially all of the Guarantors' assets. The terms of the credit facility, guaranty and security interest are more fully set forth in the Loan and Security Agreement, the General Continuing Guaranty and the Security Agreement attached hereto as Exhibit 10.1, Exhibit 10.2 and Exhibit 10.3, respectively, and incorporated herein by reference.

In addition, Foothill has been issued a Warrant to purchase 50,000 shares of the Company's Class A Common Stock at \$14.825 per share, subject to adjustment as set forth therein. The Company and Foothill have entered into a

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Registration Rights Agreement, pursuant to which the Company has agreed to register the resale of the shares of its Class A Common Stock issued upon exercise of the Warrant under certain circumstances. Copies of the Warrant and Registration Rights Agreement have been filed with this Current Report on Form 8-K as Exhibits 10.4 and Exhibit 10.5, respectively, and are incorporated herein by reference.

EXHIBIT -----	DESCRIPTION -----
10.1	Loan and Security Agreement by and among Foothill Capital Corporation, the Company and MicroStrategy Services Corporation, dated as of February 9, 2001.
10.2	General Continuing Guaranty by and among the Company, Aventine Incorporated, MicroStrategy Capital Corporation and MicroStrategy Management Corporation, dated as of February 9, 2001.
10.3	Security Agreement by and among the Company, Aventine Incorporated, MicroStrategy Capital Corporation, MicroStrategy Management Corporation and Foothill Capital Corporation, dated as of February 9, 2001.
10.4	Warrant to Purchase Class A Common Stock of the Company, dated February 9, 2001, issued to Foothill Capital Corporation.
10.5	Registration Rights Agreement by and between the Company and Foothill Capital Corporation, dated as of February 9, 2001.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

MicroStrategy Incorporated
(Registrant)

By: /s/ Eric F. Brown

Name: Eric F. Brown
Title: President and
Chief Financial Officer

Date: February 13, 2001