Chuck Peddle Chief Designer of the Victor 9000

A candid discussion on microcomputer design, marketing, and the industry's future.

Phil Lemmons West Coast Editor

More than any other person, Chuck Peddle deserves to be called the founder of the personal computer industry. After getting a bachelor of science degree in engineering physics in 1959, he worked for 11 years for General Electric in all aspects of its computer enterprises. In 1970, Peddle started a company to make intelligent terminals. "Too early," he now says. He started a word-processing company in 1972. "Too early," he now says. He then went to work for Motorola, where he participated in the design of the 6800 microprocessor family. Peddle did the architecture for all the peripheral chips of the 6800 and all the I/O (input/output) structure. The 6820, a peripheral interface adapter (a parallel I/O chip), secured several fundamental patents in that area

Peddle took a team from Motorola to MOS Technology in 1974 to do a low-cost microprocessor and was chief architect in the design of the 6502 microprocessor and its family of chips. By producing the 6502 and selling it for only \$25 while other semiconductor houses were saying the price would never fall below \$200, Peddle made the personal computer possible.

The 6522, the PIA (peripheral in-

terface adapter) in the 6502 family, extends the concepts in the 6820 by adding some integral timers and shifters as well as other features. The 6522 appears in several places in the Victor 9000 (see "Victor Victorious," page 216 of this issue).

MOS sold 6502s to Atari and Steve Jobs, and then Commodore bought MOS Technology. Peddle transferred to the West Coast and started Commodore's systems business. At Commodore, Peddle developed the world's first personal computer, which he designed to Radio Shack's specifications. In January 1977, Peddle showed the first PET to Radio Shack at the Consumer Electronics Show. Radio Shack and Commodore were unable to make a deal. Radio Shack did its own microcomputer, Commodore brought out the PET, and Steve Wozniak made the 6502-based Apple II. The PET and the Apple II were simultaneously announced to the public in 1977 at the West Coast Computer Faire. Apple shipped Apples first, but Commodore showed the PET first.

Peddle has since left Commodore, founded Sirius Systems Technology, and designed the machine sold in North America as the Victor 9000 and elsewhere as both the Victor 9000 and the Sirius 1. BYTE's West Coast editor, Phil Lemmons, interviewed Peddle late in July 1982 about his goals in designing the Victor 9000/Sirius 1 and about the direction of the microcomputer industry in the next few years.

PL What were your general goals in designing the Victor 9000/Sirius 1? Peddle I think there were three generations of microcomputer products. The first generation was the board-level computer, like the KIM-1, which was the thing that we did at MOS Technology, the Apple I, the Systems Group—that kind of computer. They were really hobby computers, meant to be used by people looking to develop computer skills.

The second generation—the PET, the Apple II, the TRS-80—were designed as stand-alone, plug-'em-inand-they-work computers for people who wanted to have computers of their own, for whatever reason. The evolution of that kind of product into high memory, disks, and so forth, leads you to see that those products, which had really been conceived for a different purpose, were starting to be used heavily in business, where they really had a lot of limitations.

PL Forty-column screens, that sort of thing?

Peddle Well, just the whole concept. They were aimed at a different market. If you look at the VIC-20, it is really the original PET repackaged at a lower price—that kind of thing.

We believed that a third generation of microcomputer was coming that would be compileroriented, would have multiple high-capacity disks, lots of compute power, synchronous com-

munications, and high-resolution screens, a product that would be designed to be used as a desktop machine in an office network. It was going to be used professionally. It was an office product as opposed to these other products.

We felt that several developments-the new architectures of new micros, the dropping prices of 64K-bit RAM [random-access read/ write memory] chips, what had happened in floppy-disk capacities, what was going to happen in hard disks, what was going to happen in networks-basically gave us the opportunity to design a new generation of product. So the goal for the Victor 9000/Sirius 1 was to have a true, very competitive, desktop, entry-level product that could be marketed by the office-products dealers but would also be sold by a sophisticated computer dealer as really a replacement for the higher-end applications of the personal computers and the lowerend applications of the pseudominis and minis. That's a very crisp market



Chuck Peddle

definition, a very crisp generation definition.

PL How long did the design of the computer take?

Peddle We fundamentally formed the design team in late December of '80 and started operations in January '81. We showed the first prototype product in April of '81.

PL How many people were on the design team?

Peddle Basically about eight people. It grew after that as we built things.

PL What processors did you consider and why did you choose the 8088?

Peddle We looked at the dual 6502, which was fine except there was no programming base—a small base in Europe, but none in the United States. We looked at 6502 and Z80 combinations, which would have given us an Apple look-alike and a CP/M look-alike. But we concluded that the memory-management prob-

lem, while it was solvable, would lead to the sort of machine from which a software base would not naturally evolve. If we were a world leader, like DEC or some firm like that which has its own proprietary software, it might be worthwhile. But these two approaches wouldn't satisfy our software needs.

We then looked at the Motorola 68000. You know, even though I'd been with the Motorola family from almost the beginning, the conclusions were that product was never going to be as costeffective as the Intel 8086 family was going to be, the

support languages were not there at the time, and the 8088 was a very interesting alternative to the 8-bit micros, which we felt we had to compete against from a cost standpoint, but the 8088 also had the ability to migrate upward into 16-bit software.

PL Is there an 80286 [Intel's new very high performance version of the 8086] in your future?

Peddle There's anything that Intel does in our future.

PL The standard memory in the Victor 9000 is 128K bytes. Is that true of the Sirius 1 too?

Peddle Yes, the Sirius and the Victor both. The business strategy for that is very simple. Victor was literally with us from the time we started Sirius Systems Technology. The company was a partnership. We talked to Victor within a week after we formed the company—

PL It's more than the traditional OEM relationship?

Peddle -

Peddle That's right. Victor and Sirius were partners right at the beginning. We talked about the concept. Our business strategy was to compete for Victor's business with Japanese companies, giving Victor the same kind of pricing they would have gotten out of the Japanese. Letting them build a volume base for us in the United States, while we, because of our special knowledge of the international market, would concentrate outside the United States market. We were trading volume for specialized market, in this case, to get higher profit margins. The decisions that went into the computer design were always based on this premise. Therefore, the boards in the Victor 9000 and the Sirius 1 are the same, the power supplies are the same. It's basically the industrial design that's different.

PL The 128K bytes of standard memory was a huge amount a year

ago, and it's still a lot, for standard equipment. But now that memory's gotten much cheaper, are you thinking of adding more memory in order to take advantage of the new operating system improvements that I keep hearing about?

The Victor 9000 has the smallest footprint of any word processor.

Peddle Remember two things. First of all, we offer the most memory expansion in the market.

PL Something like three guarters of a megabyte?

Peddle It's more than that, it's really over 900 kilobytes. We have announced a 256K version of the machine that we're currently supplying with a 128K expansion. We're shipping all of that expansion product, and so the answer is that we see an evolution for the development machines almost exclusively to 256K. and some level of application machines to 256K. You've got to watch it. The market's such that when you have to compete against the Z80 and 6502 machines, you've got to be careful not to have too much in your baseline machine when you have to go in-at least on a pricequote basis-against these machines with a lot less capability, and we're able to come close in price.

PL After you decided you wanted to have something in the range of 1.2 megabytes of floppy storage, why did you choose 51/4-inch drives instead of 8-inch?

Peddle Cost, packaging. The Victor 9000 has the smallest footprint of any word processor in the marketplace, much less any personal computer.

MICROSTAT® - Release 3.0 MICROSTAT® + baZic® = PERFORMANCE The best just got better! MICROSTAT has been the leader in the statistics field for microcomputers since 1979, and the new release 3.0 outperforms and is noticeably faster than previous versions. Just a few of the features include: **GREATER ACCURACY** BCD with up to 14 digit precision; **PROGRAM ENHANCEMENTS** Missing data capabilities and many more; FASTER EXECUTION Calculation time greatly reduced; DYNAMIC FILE ALLOCATION Data can be inserted, added, or deleted; SPECIAL PRICE: For a limited time get MICROSTAT plus baZic complete with program disk and documentation for each for \$395.00, save \$50.00! The MICROSTAT - baZic version requires: a Z80 CPU, CP/M™ and 48K of memory. Available formats: 8" SD disk or 51/4" North Star only. Check with your dealer for other formats. Also available for: Microsoft's Basic-80™ North Star DOS and IBM. For more information, call or write: ECOSOFT INC. P.O. Box 68602 VISA" Indianapolis, IN 46268-0602 (317) 255-6476 MICROSTAT is a registered trademark of ECOSOFT, INC. baZic is a registered trademark of MICROMIKES, INC. CP/M is a registered trademark of DIGITAL RESEARCH Basic-80 is a registered trademark of MICROSOFT

NEW SOFTWARE FROM Sinale SOURCE Solution™

WSMX80-VERSION 2.1--\$39.95

WSMX80-Version 2.1 is a print processor which extends the capabilities of Word Star* to optimize the printing features of the MX-80". The extra commands include creating printing on empty pages, saving line height, chaining different files for continuous printing, changing strikeover character, providing an alternate Greek character set, and redefining control characters. WSMX80 is ideal for complex formulas. Full sub superscripts.

INFOSOFT ACCOUNTING SYSTEM-Version 4.2--\$750.00 The INFOSOFT ACCOUNTING SYSTEM-Version 4.2 is menu-driven. Annual aging of accounts, personalization for different terminal types, includes AP, AR, P,GL, bank account monitoring, point-of sale for sales registers, inventory, special buyers files.

SUPERMAILER-Version 3.7--\$99.50

SUPERMAILER-Version 3.7 is a database management system for assembling, printing mailing lists and making address labels. Sorting is possible by name. zip code, and any other user-defined parameter. SUPERMAILER can strip off sub-lists from the master list and may be configured to one of several disk capacities. INFOSOFT CHIROPRACTIC BILLING SYSTEM

Version 2.0--\$500.00 The INFOSOFT CHIROPRACTIC BILLING SYSTEM provides a simple menu-Ine INFOSOFT CHIROPRACTIC BILLING SYSTEM provides a simple menu-driven billing system for Chiropractic offices with multiple practicioners. The INFOSOFT CHIROPRACTIC BILLING SYSTEM allows the user to view all treat-ments for a patient in a given month, enterdaily information, list patients, enternew patients, sort the patient file, change the description of a treatment, age the accounts receivable, merge files, print labels, print statements and audit reports. An inventory of services and products may be kept. A database of 2500 patients may be kept on a single quad diskette.

CYNTHIA--\$149.50

CYNTHIA, a database management system with interactive queries allows a user-definable system for creating order or synthesis out of chaos. All parameters and data-entry requirements may be defined by the user. Each entry item may be merged with other similar files.

EPRINT -- \$29.95

EPRINT allows the user of the Epson MX80* full command of the printer, including compressed printing, doublestrike, and emphasized printing, with user-selectable vertical and horizontal tabs.

MSIPRINT--\$29.95

MSIPRINT allows the user of the MSI full command of the printer, including compressed printing, doublestrike, and emphasized printing, with user-selectable vertical and horizontal tabs.

SBAPREP---Version 4.1---\$500.00

is a complete menu-driven package that prepares all of SBAPREP, Version 4.1 the paperwork for a Small Business Administration loan. order from:

> to Single SOURCE Solution P.O.Box 578, Concord, CA 94522

COMPUTERSCOPE DIGITAL STORAGE OSCILLOSCOPE

Features:

- High Resolution/High Speed A/D inputs
- 4 Channel Software Support
- Continuous or Single Sweep
- External Trigger Capability
- Waveform Storage on Disk
- Pretrigaer Viewing
- Hardcopy Output

For:

- Automatic Test and Measurement
- Laboratory Data Acquisition
- **Transient Signal Analysis**
- Frequency Spectrum Analysis
- Digital Signal Conditioning and Enhancement

Purchase our complete COMPUTERSCOPE package for \$3495 or combine your microcomputer with our APPLESCOPE hardware and SCOPE DRIVER software to create a total data acquisition and analysis system for only \$695.

APPLESCOPE INTERFACE

Choose either our original dual channel 8 bit APPLESCOPE-D2 or our new high resolution single channel APPLESCOPE-HR12 packages for \$695 or combine up to 4 APPLESCOPE -HR12 circuit cards in a high performance multichannel data acquisition system. All APPLESCOPE interfaces are fully programmable and include our SCOPE DRIVER software, external trigger adapter and BNC input connector.

The APPLESCOPE-D2 features

- Single or Dual channel trace
- 8 bit A/D converters
- 3.5 Mhz. Maximum Sample Rate . (1.75 Mhz. for dual trace)
- 1024 Sample Memory

The APPLESCOPE-HR12 features

- 12 bit A/D converter
- 1 Mhz. maximum sample rate .
- 2048 Sample Memory
- . 4 Channel Software support

When combined with an APPLESCOPE interface our SCOPE DRIVER software creates a turnkey (NO user programming required) Digital Storage Oscilloscope including;

- Complete Trace Setup and Sweep Control
- . Digital Voltage readout and real time DVM
- Waveform storage and retrieval from disk .
- . Hardcopy (Screen Dump)
- . **Digital Signal Conditioning** .
- 16,384 Sample Memory (DMA to Apple Ram under 28 Khz.) Waveform Manipulation
- (Scroll, Scale and Offset)
- MATH PACK (Add, Subtract, Invert or Multiply input channels)
- AUTOMATE User program interface for easy access to SCOPE DRIVER routines

Optional data analysis software from our SCOPE DRIVER LIBRARY may be purchased to make your COMPUTERSCOPE a true data analysis instrument including;

- Frequency Spectrum Analysis (a FAST FFT)
- Harcopy (Continuous Strip Chart Record)
- Autocorrelation / Box Car Integration .
- Pulse Rate / Frequency Measurement . .
- Post Stimulus Time Histogram Time Interval Histogram
- Signal Averager .

COMPUTERSCOPE PACKAGES

For those persons looking for an alternative to expensive dedicated instruments we offer complete COMPUTERSCOPE packages beginning at \$3495 which includes;

- 48K Apple II+ or 64K Franklin Ace 1000
- Disk Drive with DOS 3.3 Controller .
- . High Resolution Green Screen Monitor
- High Resolution Graphics Printer
- . APPLESCOPE D2 or HR12 Package
- . Scope Driver Library
- Scope Probes

Call or write for our free data sheets or better yet purchase our comprehensive demonstration diskette for \$10 to find out why our COMPUTERSCOPE is the state of the art Digital Storage Oscilloscope for the 80's.

R.C. ELECTRONICS INC.

5386 Hollister Ave. #D Santa Barbara, CA 93111 Visa (805) 968-6614

Peddle -

PL And that couldn't be done with 8-inch thin-line drives?

Peddle No. The form factor on that design was very, very compact. It was designed to sit on the side port of a secretary's desk. Remember our primary market is Europe, and Victor wants to be a factor in that market too, and therefore we had to meet the latest European ergonomic standards. Packaging 5¹/₄-inch drives led much more easily to that. Typically 5¹/₄-inch drives are cheaper by far. We believed that we could pack the $5\frac{1}{4}$, and we could get enough capacity into that size on the basis of techniques that we'd used previously. And we were able to do so without any sacrifice of system reliability. In fact, we have a more reliable system. We've done some tests on alignment. We're less sensitive to alignment problems than normal 48-tpi (tracks per inch) drives.

PL I had the machine for several months, longer than I intended, for several reasons. I tried to do things with huge files to cause problems, and I haven't been able to generate a single disk error. So I'm convinced. Peddle Yes, if you look at the way we've done it, the systems concept is much more inherently reliable. We've got a very tuned phase-locked loop, which we're operating very effectively at a single frequency, but we have none of the normal droop and signalto-noise problems that most disk drives have because we're really recording at constant density all the way across the disk.

PL The constant linear speed is a factor too?

Peddle Right. The combination of the phase-locked loop and the constant linear speed is unique.

PL In order to include these two characteristics, did you have to design your own disk-controller board?

Peddle Perhaps, but quite frankly, the system is optimized for cost as well as performance. We get highercapacity disks and higher-resolution

MC



Peddle-

screens. We consider our forte to be systems design. That's what we are—systems designers, systems architects, as opposed to just logic people. We have a mixture in our company of big computer people and microcomputer people, specifically for the purpose of doing a better job of systems architecture from the top down.

PL Why did you use the 6522 parallel I/O chips for the disk-controller board and other input/output? Specific design virtues?

Peddle Yes, basically. We used them for some things we do with printers and particularly for our parallel ports. Look at the way we did our IEEE or printer port. We needed to have the ability for our I/O devices to be glitchless when we change states and directions. Intel parts aren't. Motorola parts and MOS Technology parts are, because we designed them that way. By the way, I used Intel parts to begin with. Had to redesign.

PL Why did you choose Group Code Recording [a technique of compressing data by squeezing out zeros] as a method for increasing diskstorage capacity? Were there other options?

Peddle No. We proved to ourselves long ago that Group Code, with the higher bit densities and the kind of recording scheme we had, gave a much more reliable recording. It's a question of reliability as much as it is higher capacity.

PL Is the encoding itself done in the BIOS [basic input/output system]?

Peddle No, it's done in the diskcontroller chip that does the speed control, and yeah, there's a small amount in the programming. The system is really a combination of micro- and multiprocessing, if you will. Some pieces of the stuff are done in the chip itself. Some of it's done in a ROM [read-only memory] that's outboard—it's currently being implemented into a gate array—and some of it's done in the outboard micro that's in the controller. So it's —I don't like to overuse the term "systems design," but in fact that's what it is. It really is a totally integrated design. You partition pieces of it but the focus is constantly architecture.

PL The high-resolution monitor is one of the computer's most striking features. A lot of computers now have separate RAM for the screen. Your computer has some screen RAM, but it also gives the monitor access to main memory. Why did you choose that approach?

Peddle First, cost. Second, programming ease—the ability to move

NISS... Your Source of Business Planning and Forecasting Software

NISSCASTTM

NISSCAST is a sophisticated financial program and the *first* forecasting software for personal computers that incorporates seasonal adjustments. The exceptional structure of NISSCAST allows you to perform seasonal adjustments on the historical data and view results with the graphics option.

PERSONAL COMPUTER SOFTWARE SUPPORT SERVICE

NISS offers one full year of support service for each program acquired from the company. This unique service provides you with direct access to the NISS staff of professionals who will courteously help solve software problems on your personal computer. Support service agreements are also available for business planning and forecasting programs acquired through other sources.

DEALER INQUIRIES INVITED



NATIONAL INTEGRATED BOFTWARE BERVICES, INC. 8800 East Arapahoe Road, Englewood, Colorado, 80112

TOLL FREE HOTLINE

Call NISS now at **1-800-525-SOFT** for your free software catalog and for information on our unique support service. You won't be left "friendless" once you license software from **NISS**.

NISS supports its software when it is used on Apple II plus, IBM Personal Computer and TRS-80 Model II personal computers.

Maximize your productivity and profit from a relationship with **NISS**.

NISS is a registered trademark of National Integrated Software Services, Inc.

Apple II plus is a trademark of Apple Computer, Inc. IBM Personal Computer is a trademark of International Business Machines, Inc. TRS-80 Model II is a trademark of The Tandy Cor-

1-800-525-SOFT In Colorado (303) 694-1994 BY 11/82

poration.

Peddle.

memory around for some of the highresolution kinds of things we do. Third, it's a trade-off. You can use character graphics part of the time and give yourself back about 40K of memory. If you want to go into highresolution mode, you give up that memory. So it's an architectural decision. The only memory we have outboard is there because for timing purposes we needed another memory. We're already really doing a 32-bit fetch for the screen right now. We needed some parallel memory in order to be able to do that.

PL Why the Hitachi 46505 CRTcontroller chip?

Peddle It's a third-generation computer. Therefore we were looking at a state-of-the-art product that was just coming out. Look at what we did with the CODEC [coder-decoder for digitized voice]. Look at what we did with the communications chips. We were looking for the thing that was the best product at that point in time, even though the price was high, because we felt that we didn't want to redesign later. So we went with the best ICs we could get, under the assumption that the price would drop.

PL For the RS-232C serial ports, vou chose the 7201 programmable communications chip. I know one programmer who's been singing its praises as something to use in writing communications software. But why that particular chip?

Peddle We felt that you needed a channel of synchronous communications. The 7201 gives us two channels, totally under program control.

I want to contrast what we consider different in the third generation from the second generation. Secondgeneration computers were basically ROM-based machines, right? They were designed to power up, run, and go. They were designed to be used by fairly trivial programmers to write simple programs. What we discovered was that all those architectures kept getting in the way of the more sophisticated programmers. On this machine, we felt that almost all programs would be written by sophisticated applications programmers, and you would have a higher level of operating languages and utilities. And, therefore, we wanted to make the machine absolutely as soft as we could, so that programmers could just get in and do anything. The keyboard is an example of that. The whole concept of the keyboard is to allow universal configurability by the programmer so that you can have a machine that is so personalized that the user buying the product believes he is buying a unique product. What he's really buying is a general-purpose piece of hardware, which we



nevers negociós

100 BUN

ddle_

built, and a very sophisticated, specialized piece of software written by a creative programmer who's solving that particular problem. But if those are married and properly packaged and presented to a user, he'll believe this machine is tailored for him, whereas you couldn't do that with products from the previous generation.

So the whole idea was to put enough hardware in the machine the communications chip, programmable data rates, and so on—to stay out of the programmer's way.

PL I guess there's no reason why the keyboard couldn't be switched to a Dvorak format?

Peddle Absolutely. Whatever you want. Have fun.

PL Is anyone doing it yet?

Peddle No, we haven't seen anybody do it, but we're already supporting 31 different keyboard styles.



Our New 2000 Series Solves Them...5 Ways!

1. EASE OF DATA ENTRY

Enter data into your personal computer by simply marking standard cards with a pencil. No special training needed. The 2000 Series even reads pre-printed data and punched holes.

2. USER FRIENDLY DESIGN

The 2000 comes with 2 different interfaces: an intelligent interface for the Apple and an RS-232C. Both models simplify user software by converting card data easily to one of 4 different modes, or any combination of them: ASCII, Card Image, Quick Program and Self Programming. Makes your programming tasks quick and easy.

3. AUTOMATIC FEED

The 2000 Series reads up to 60 cards per minute, automatically! Just load the feeder tray and the 2000 does the rest. Cards can vary in length from 5 to 12 inches, and each one can contain up to 128 columns of data.

4. LOW COST

The cost, including a choice of interfaces, is only \$1595. Compare that to keypunch or computer terminals, plus the expense of operating them.

5. RELIABLE OPTICAL SENSOR

State-of-the-art fibre optics "read" each card reliably and accurately, with a single, long-lasting bulb providing the light source.

So, to quickly solve your data entry problems, put in your order now for a new 2000 Series. It's ideal for education, medical, business, and a host of other computer applications.

And remember... whatever your needs, Chatsworth Data still offers the industry's largest selection of card readers. Write or phone for complete details...today!



We intend to support as many keyboards as people want to create.

PL The 8048 microprocessor seems to be a popular choice for keyboards, but it's really a general-purpose microprocessor isn't it? What suits it especially to scanning and so on? Peddle It's available from Intel, and it's quite reasonably priced. You know, there are a couple of others that were probably equally doable, but I think the answer is really that it's an Intel product.

PL What applications did you have in mind for the CODEC voice capability?

Peddle It's our belief that machines in the business environment are going to have to become increasingly userfriendly. That's the reason for the high-resolution screen. If we could do it, voice input would be in the product right now. It will be if it ever becomes available. You could buy a Datsun 280 ZX that has a pretty voice to tell you the door is open. You're going to be able to buy a refrigerator that will talk to you before long. We believe voice is the competition that the Japanese have chosen for the next generation of consumer products. We feel that the use of the voice to personalize training, to interrupt for electronic mail, is something that will be required by customers in the near future. High-resolution graphics on the Apple II showed us something about what this marketplace is all about. On the PET, we put in character graphics because it was cheap and it was available. We won design awards with the PET character graphics because the average programmer could jump all over them and was made happy quickly. In the long run, the Apple graphics won because more creative programmers could do more with that product, to the point that we felt that a nextgeneration product couldn't not have high-resolution graphics. We think voice fits the same category, that by making it available, we will have a whole generation of programmers start to use it.

Circle 108 on inquiry card.

You know, we showed the concept of what I consider to be the first personal computer to the financial community. The first announcement and demonstration was in New York in early '77. People said, "Why do people buy these things?" Kind of a funny question. I answered them with Edison's concept about the electrical industry: "What use is a baby?" Okay? And in fact, I think my implied prophecy was correct. Fundamentally, we're at that stage with voice. People will find a use for it.

PL What part of the design of this computer gave you the most satisfaction?

Peddle [Laughs] Making the company happen, for me personally, because I got a chance to do only a little bit of the design work this time. I did less on this computer than any of the things I've done over the past few years. I think the fact that we met all our goals, achieved all the things that we set out to do. This is the most sophisticated product that has been done in this kind of a marketplace. We had to bring together several talents who had not worked together before. Making all those talents come together-the guys that understood IBM-compatible communications along with the guy that designed the VIC-20. There's a lot of space between those people. Bringing them all together was satisfying. So I guess the answer to your question about the most satisfying part of the design of the computer was "none of the above."

PL What do you think generalpurpose business microcomputers will be like two years from now? Peddle Network. Lots of memory. Very, very hard-disk-oriented. Sold through a different channel from that which the current marketplace is mostly being sold through.

PL What sort of channel do you see?

Peddle I think that you're going to see more use of the mixture of direct and pseudodirect sales. I think you're



TeleVideo Users!

Single Key Access to 46 WordStar® Commands

The TV1000 is Designed for the 925,950, Intelligent I and 802.



MAKES WORDSTAR A DREAM TO LEARN & OPERATE

Features:

46 single key stroke commands, faster cursor and keyboarding, user oriented command selection & location — soft switch activates the enhancement with no loss of TeleVideo attributes.

Includes:

46 replacement key caps Replacement Rom

Introductory Price: \$150

(Good until 12/15/82 reg. list \$186) 40 Pin Inserter/Extractor set \$15. California Res. add 6½% Tax

DEALER INQUIRIES INVITED

WordTechSystems

953 Mountain View Dr. Suite 114 Lafayette, California 94549 (415) 254-7747

TRADEMARK WORDSTAR MICROPRO VISA/MC/COD

Peddle.

going to see a lot of follow-on selling. More service-oriented kind of selling. I think you'll see computer retailers change into people who are more market-focused. I think you'll see a lot more vertical markets. Some of the people that others think of as more traditional retailers are going to focus more and more on selling this product in a packaged kind of way. I think you'll see dramatic changes in point-of-sale presentation. I think videodisc will be very important in

PL What do you think home computers will be like two years from now? How many of them do you think will be around?

both applications and point of sale.

Peddle Luckily, millions. I think the market for computers split two years ago. I'm going to define two major segments, and there's a smaller middle segment. One major market segment is the throwaway computer, the concept that the Sinclair [ZX81] epitomizes-the kind of computer that nobody should buy but everybody does. Truly disposable. You get the VIC-20, the TRS-80 Color Computer kind of thing, which has meaning and usefulness in terms of computer literacy, games, some form of that kind of activity. And then you get the more serious, third-generation computers that are really aimed at solving problems. They're big, they've got enough disk capacity, and hooked together they really attack. I think what's happened is the guys who started this market find themselves in the middle. They're not powerful enough to compete with the higher-end guys, and they're too expensive to compete with the low-end guys. Other than the education market, which I consider to be a very specialized market and which I expect Atari to dominate-in this country at least, because they've got some real strong leads in that area-I think you're going to see a real dropping out of what I call the middle-range computer buyers. You're going to see a lot of stuff under five hundred dollars, and a lot of stuff in the threeto five-thousand-dollar price range,

and relatively little in between.

PL Looking at the other end of the microcomputer market, how much do you expect the superchips, like the Intel 80286 and the National Semiconductor 16032, to cut into the minicomputer market?

Peddle I'm going to not answer the question but give you an answer as to what I think is happening to the minicomputer market. I've been a distributed-intelligence fan and dedicated to making that marketplace happen since 1967, working for General Electric and for several companies that were really all distributed. I think I made a contribution to that marketplace. I think the minicomputer represented, at the beginning, a first step in distributed processing. I think the microcomputer companies are, in fact, representing the next step in that. And I think networked microcomputers are, in fact, a new product. Now, the question is, what benefit do I get out of a 32-bit machine? If I get a bigger language, better memory management, those kinds of things, code that I need to move from some other place, sure, I'll have that. But in fact, if you look at the number of new programmers and the number of people who have the opportunity to really crank out userfriendly and very meaningful programs, I think that's the most exciting thing about the microcomputer marketplace. It's not a given that the kind of programming that has to be done to make computers usable by people has to have that 32-bit power. Price drives people. Software availability drives people. But I think that the mainframe step-up in function is less important than what we do with databases, for instance. Does one of those micros make the generation of very powerful back-end database processing possible? Then it's very exciting.

PL So you think multi-user systems are going to fade away in favor of networking?

Peddle I've believed that for a long time.

PL Will multitasking, then, be an essential feature in single-user systems?

Peddle I think so. Just to run the networks and to do local spooling and all of the things that you want a computer to do. A computer should do what you want it to do. If it's capable of doing several things at one time and not slowing me up, it ought to do those things.

PL Without regard to the limits of current technology, what features would your own dream-machine have?

Peddle Voice in. Video messaging. A total product that allows me to work anywhere in the world and communicate with others anywhere in the world and with databases anywhere in the world.

PL Portable?

Peddle Both. One in my office and one in my briefcase and maybe one in every hotel room. I really want to be able to talk to them. I want to have all kinds of my own private storage. I want to have access to a worldwide network of storage.

PL What competitors do you fear more, the small start-up companies with venture capital or the big computer companies? Is the time past for the small company?

Peddle I felt that we were the last venture-capital start-up company—we're not venture capital, because we're funded by Kidde, but that was alternate venture capital. Fortune seems to be trying to prove me wrong. Grid does also. Grid has a specialized product. If we're not the last, Fortune is, in my opinion. The minicomputer company that I fear the most is DEC. The big computer company I fear the most is IBM. The third company I fear the most is whichever Japan decides to let be the winner.

PL You think they'll decide that? Peddle I think if they don't, they won't beat either of the other two guys.■