

**Verisign \$1.25 Billion Convertible Debenture (due 8/15/2037) Dilution  
Sensitivity Based on Average Quarterly Stock Price**

Quarterly share dilution under the Treasury stock method is calculated as follows:

$$\text{Share Dilution} = \frac{(\text{Average Quarterly Share Price} \times \text{Shares Issuable}) - \text{Notional}}{\text{Average Quarterly Share Price}}$$

Inputs as of Dec. 31, 2016

Notional	Conversion Ratio	Shares Issuable	Conversion Price	Q4 2016 Average Quarterly Stock Price
\$1,250,000,000	29.0968	36,371,000	\$34.368	\$79.06

**Hypothetical Quarterly Average Stock Price Matrix**

	Average Quarterly Stock Price (\$)	Quarterly Dilutive Share Count Impact (shares)
	Less than \$34.368	-
	\$40.00	5,121,000
	\$45.00	8,593,222
	\$50.00	11,371,000
	\$55.00	13,643,727
	\$60.00	15,537,667
	\$65.00	17,140,231
	\$70.00	18,513,857
	\$75.00	19,704,333
<b>Q4 2016 Average Stock Price</b>	<b>\$79.06</b>	<b>20,560,223</b>
	\$80.00	20,746,000
Q3 2016 Average Stock Price	\$80.22	20,788,851
Q1 2016 Average Stock Price	\$81.71	21,072,995
Q4 2015 Average Stock Price	\$83.38	21,379,395
	\$85.00	21,665,118
Q2 2016 Average Share Price	\$86.21	21,871,522
	\$90.00	22,482,111
	\$95.00	23,213,105
	\$100.00	23,871,000
	\$105.00	24,466,238
	\$110.00	25,007,364
	\$115.00	25,501,435
	\$120.00	25,954,333
	\$125.00	26,371,000

For stock prices above \$125, use the above calculation to determine the corresponding amount of dilution.

Note: Verisign uses the Treasury stock method to calculate the dilutive effect of the convertible debenture.

For further information see the notes to the consolidated financial statements, pages 65-66, on Form 10-K for the year ended December 31, 2015.