

MPEG AUDIO PATENT LICENSE AGREEMENT

This Agreement is entered into this _____ day of _____, 2004 by and between

KONINKLIJKE PHILIPS ELECTRONICS N.V., having its registered office in Eindhoven, The Netherlands, (hereinafter referred to as "Philips")

and

[_____], having its registered office in [_____] (hereinafter referred to as "Licensee").

WHEREAS, the parties hereto have entered into a DVD Video Disc and DVD ROM Disc Patent License Agreement (hereinafter referred to as the "DVD Agreement"), whereby Philips has granted to Licensee the right to use certain patents owned by Philips, Sony Corporation, Pioneer Corporation and LG Electronics Inc. respectively in connection with the manufacture and sale of DVD-Video Discs (as defined in the DVD Agreement);

WHEREAS, Philips, Institut für Rundfunk Technik GmbH and France Télécom R&D each own certain patents essential to the MPEG-1 Layer II and the MPEG-2 Layer II Audio technology, which are being used in connection with the manufacture of DVD-Video Discs (hereinafter referred to as "the MPEG Audio Patents") and are listed in Annex A hereto;

It is hereby agreed as follows:

For the duration of the DVD Agreement and subject to the full compliance by Licensee with its obligations under the DVD Agreement, Philips hereby grants to Licensee and Licensee hereby accepts the right to use the MPEG Audio Patents in connection with the manufacture of DVD-Video Discs solely for the decoding of digital audio signals in accordance with the ISO/IEC 11172-3 MPEG-1 Layer II and/or the ISO/IEC 13818-3 MPEG-2 Layer II Audio Standard. The royalties for the use of the MPEG Audio Patents are included in the royalties payable under the DVD Agreement.

Licensee shall have the right to use the MPEG-2 Audio logo on DVD-Video Discs, which conform to the ISO/IEC 13818-3 MPEG-2 Audio Standard, manufactured by Licensee in accordance with the provisions of this Agreement and the DVD Agreement.

Together with the reporting of DVD-Video Discs in accordance with Clause 4.3 of the DVD Agreement, Licensee shall report the quantities of DVD-Video Discs making use of the above-mentioned MPEG-1 Layer II and/or MPEG-2 Layer II Audio Standard.

Initial Philips _____

Initial Licensee _____

The provisions of the DVD Agreement concerning the grant back obligations, the exclusion of warranty and indemnification, the assignment as well as the miscellaneous clauses shall be deemed to be incorporated into and form part of this Agreement.

Signed for and on behalf of:

Koninklijke Philips Electronics N.V.

[Licensee]

Name:
Title:

Name:
Title:

Reference copy

Initial Philips _____

Initial Licensee _____