

**EXHIBIT C3**

**ROYALTY REPORTING FORM FOR THE SUPER AUDIO CD DISC PATENT LICENSE AGREEMENT**  
concluded with Koninklijke Philips Electronics N.V.

July 2, 2007

**PHILIPS INTERNATIONAL B.V.**  
Philips Intellectual Property & Standards  
License Administration Department  
P.O. Box 220  
5600 AE Eindhoven  
The Netherlands

Date: \_\_\_\_\_  
Company name: \_\_\_\_\_  
Manufacturing site: \_\_\_\_\_  
City: \_\_\_\_\_  
Country: \_\_\_\_\_

This is to provide you with our royalty statement under the Super Audio CD Disc Patent License Agreement between our companies, which covers the relevant business of Licensed Products for the \_\_\_\_\_ quarter of the year \_\_\_\_\_ .

Licensed Products	Number of Licensed Products sold	Royalty rates	Amount due (in USD)
Hybrid Super Audio CD-Disc (80mm)		0.02	
Hybrid Super Audio CD-Disc (120mm)		0.03	
Non-Hybrid Super Audio CD-Disc single layer (80mm)		0.02	
Non-Hybrid Super Audio CD-Disc dual layer (80mm)		0.02	
Non-Hybrid Super Audio CD-Disc single layer (120mm)		0.03	
Non-Hybrid Super Audio CD-Disc dual layer (120mm)		0.03	
<b>Total amount due:</b>			
<b>Less ..... % Source Tax (if any):</b>			
<b>Net amount to be remitted:</b>			

**NOTES:**

- Please refer to the attachment of this Royalty Reporting Form for further breakdown of above figures.
- The (net) amount due will be paid to Philips within 60 days after the close of each calendar quarter into bankaccount no. 4067-1001 of Koninklijke Philips Electronics N.V. - Licenses, Citibank N.A., New York, swiftcode CITIUS33, ABA 021000089, reference: "Royalties Qx 200x".

Signed for and on behalf of .....

Name: \_\_\_\_\_  
Title:

ATTACHMENT TO THE ROYALTY REPORTING FORM (SACD-DISC)

Company name: \_\_\_\_\_  
Manufacturing Site: \_\_\_\_\_

Licensed Products purchased from other Licensed Manufacturers:

Licensed Product	Number purchased	Name of other Licensed Manufacturer

Licensed Products manufactured by Licensee which were sold to other Licensed Manufacturers:

Licensed Product	Number sold	Name of other Licensed Manufacturer	Tradenames used by company (if any)	Country of final destination

Licensed Products manufactured by Licensee and sold to others:

Licensed Product	Number sold	Tradenames used by company (if any)		Country of final destination