

**ROYALTY REPORTING FORM FOR THE LETTER AGREEMENT TO THE
CD-DISC PATENT LICENSE AGREEMENT**
concluded with Koninklijke Philips Electronics N.V.

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 Letter Agreement to the CD-Disc Patent License Agreement between our companies, which covers the relevant business for the ____ quarter of the year ____.

Products	Number of Products		Royalty rates	Amount due (in USD)
	manufactured x	%		
CD-Audio Disc < 90mm			0.02/0.0115	
CD-Audio Disc < 90mm incl. CD-Text			0.02/0.0115	
CD-Audio Disc > 90mm			0.03/0.0175	
CD-Audio Disc > 90mm incl. CD-Text			0.03/0.0175	
CD-Audio Maxi Single			0.027/0.0155	
CD-Audio Maxi Single incl. CD-Text			0.027/0.0155	
CD-ROM Disc mode 1 < 90mm			0.02/0.0115	
CD-ROM Disc mode 2 < 90mm			0.02/0.0115	
CD-ROM XA Disc sub-mode 1 < 90mm			0.02/0.0115	
CD-ROM XA Disc sub-mode 2 < 90mm			0.02/0.0115	
CD-ROM Disc mode 1 > 90mm			0.03/0.0175	
CD-ROM Disc mode 2 > 90mm			0.03/0.0175	
CD-ROM XA Disc sub-mode 1 > 90mm			0.03/0.0175	
CD-ROM XA Disc sub-mode 2 > 90mm			0.03/0.0175	
CD-Extra Disc sub-mode 1 < 90mm			0.03/0.0115	
CD-Extra Disc sub-mode 2 < 90mm			0.03/0.0115	
CD-Extra Disc sub-mode 1 < 90mm incl. CD-Text			0.03/0.0115	
CD-Extra Disc sub-mode 2 < 90mm incl. CD-Text			0.03/0.0115	
CD-Extra Disc sub-mode 1 > 90mm			0.045/0.0175	
CD-Extra Disc sub-mode 2 > 90mm			0.045/0.0175	
CD-Extra Disc sub-mode 1 > 90mm incl. CD-Text			0.045/0.0175	
CD-Extra Disc sub-mode 2 > 90mm incl. CD-Text			0.045/0.0175	
CD-Extra Disc + video related information < 90mm			0.03/0.0115	
CD-Extra Disc + video related information > 90mm			0.045/0.0175	
Total amount due:				
Less ____ % Withholding Tax:				
Net amount to be remitted:				

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 Q.. 200...".

Licensee hereby represents that it is in full compliance with the terms and conditions applicable to be entitled to the alternative royalty rates; in case that Licensee cannot or does not make this representation the standard royalty rate shall apply.

Signed for and on behalf of

Name: _____
Title: _____

ATTACHMENT TO THE ROYALTY REPORTING FORM

Company name: _____
 Manufacturing Site: _____
 Period: _____

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	Identity of the buyer	Tradenames used by company (if any)	Country of final destination