

Pioneer DVD Recorder Patent License

■ Basic Terms and Conditions

Pioneer's standard royalty rates for a license under Pioneer's patents essential to DVD Recorders/Drives are as follows:

- (i) 2.275% of the Net Selling Price of each DVD Recorder/Drive, but in no case less than US \$2.75, or
- (ii) 1.625% of the Net Selling Price of each DVD Recorder/Drive, but in no case less than US \$2.00, if Licensee submits a royalty report audited by an independent third-party certified public auditor.

For a full description of the terms and conditions regarding the above royalty rates and corresponding licenses, please contact Pioneer via the contact form and request Pioneer's standard "DVD Recorder Patent License Agreement".