

IFTA® INTERNATIONAL STANDARD TERMS

1. DEFINITIONS AND USAGE

1.1. **Definitions:** Words and phrases with initial letters capitalized are Defined Terms. If not defined where they first appear, Defined Terms are defined in the IFTA® International Schedule of Definitions current as of the Effective Date. Territories are defined in the IFTA® International Schedule of Territory Definitions current as of the Effective Date. Both IFTA® definition schedules are available on-line at <http://www.ifta-online.org> and are incorporated by reference. In case of any inconsistency between the IFTA® Standard Terms or other Schedule and the Deal Terms, the Deal Terms prevail. Terms not otherwise defined where they first appear or in the IFTA® schedules are defined by applicable industry custom and practice.

1.2. **References:** Reference to any Right in this Agreement that is not specifically licensed in the Deal Terms is for convenience only and does not grant Distributor any such Right.

1.3. **Multiple Pictures:** If more than one Picture is licensed in the Deal Terms, then all provisions of this Agreement apply to each Picture individually unless otherwise provided.

2. PICTURE AND VERSION

2.1. **Picture:** The Picture is the Motion Picture identified by its current title in the Deal Terms. Licensor may change the title of the Picture in its discretion.

2.2. **Key Element:** A Key Element is a Person who is committed to render services or materials on the Picture as indicated in the Deal Terms. A Person will be deemed to have done so if the Person receives credit for so doing in the main or end titles of the Picture. For a director, this requirement will be satisfied if the director renders directing services through the end of Principal Photography. If the Picture as delivered does not include a Key Element which has not been duly replaced under Paragraph 2.3., then Distributor may declare Licensor in material default under Paragraph 16.3.

2.3. **Key Replacement:** If Licensor elects to replace a Key Element, Licensor will give Distributor prompt Notice to such effect. If the Deal Terms permit Key Replacement, Licensor's Notice will also indicate the replacement for the Key Element who has been accepted by the Person indicated in the Deal Terms, in which case Distributor may not refuse to accept Delivery of the Picture or reduce the Guarantee or Other Payments because of such replacement. If the Deal Terms indicate replacement is subject to Distributor's approval, then Licensor's Notice will also indicate any available replacements and provide a reasonable time for Distributor to respond, which time may be reduced to not less than five (5) days from receipt of Licensor's Notice due to exigencies of production. If Distributor does not give Licensor a Notice disapproving a proposed replacement within the time provided, the replacement will be deemed approved, and Distributor may not refuse to accept Delivery of the Picture or reduce the Guarantee or Other Payments due to such replacement. If Distributor does give timely Notice of permitted disapproval but Licensor nonetheless commits to use the proposed replacement in the Picture, then Distributor may declare Licensor in material default under Paragraph 16.3.

2.4. **Version:** The Picture is only licensed for viewing from beginning to end in substantially linear form and in authorized Dubbed, Subtitled, Parallel-Tracked or edited versions. Distributor may also create and exploit, in conjunction with the applicable Licensed Right, enhanced Versions of the Picture which include commentaries, EPKs, "making of" footage outtakes, the director's cut and the like, provided that applicable Delivery Materials to do so are delivered and subject to Licensor's Requirements in Paragraph 4.2. However, this does not authorize any use of the Picture in or as the basis for any interactive or video game. Except as

provided in this Agreement, the Picture and its trailers must be exhibited at all times substantially in their original continuity, without alteration, interpolation, cut, or elimination.

3. LICENSED RIGHTS AND RESERVED RIGHTS

3.1. **License Grant:** Subject to the terms of this Agreement, Licensor licenses to Distributor, exclusively, except as set forth in the Deal Terms, the Licensed Rights in the Picture, throughout the Territory for the Term in the Authorized Languages subject to the Exceptions, Uses, and Holdbacks as set forth in the Deal Terms and the Reservation of Rights.

3.2. **Reservation of Rights:** All rights not expressly licensed to Distributor are Reserved Rights which Licensor may exploit without restriction except as provided in this Agreement. Licensor's Reserved Rights include the exclusive right to grant, exploit or authorize any Secondary Rights for the Picture, and to claim, collect, and administer any resulting Secondary Royalty Income.

3.3. **Reversion of Rights:** All Licensed Rights will immediately revert to Licensor free of any claim by Distributor or other Person on the end of the applicable License Period for the Licensed Rights, but no later than the end of the Term as provided in Paragraph 6.1.

3.4. **Exclusive Grant:** If any Licensed Right is granted exclusively to Distributor, then Licensor may not exploit or authorize exploitation of such Licensed Right in the Authorized Language(s) in the Territory during any License Period when Distributor may exploit the exclusive Licensed Right.

3.5. **Non-Exclusive Grant:** If any Licensed Right is granted non-exclusively to Distributor, then Licensor may exploit and authorize exploitation of such Licensed Right in any languages including the Authorized Language(s) in the Territory at any time but subject to any Licensor Holdbacks or Use requirements.

4. ALLIED RIGHTS

4.1. **License:** Subject to the terms of this Agreement and Licensor's Requirements, Licensor grants to Distributor in addition to the Licensed Rights the non-exclusive license to use the following Allied Rights in the Picture within the Territory during the Term:

4.1.1. To advertise, publicize and promote exploitation of the Licensed Rights in the Picture in the Territory, and in so doing to use the title of the Picture, the advertising and promotional materials supplied by Licensor or created by Distributor under this Agreement, and the name, voice and likeness of any Person rendering materials or services on the Picture but not as an endorsement for any product or service other than the Picture;

4.1.2. To include before the beginning or after the end of the Picture the credit or logo of Distributor;

4.1.3. To change the title of the Picture after first obtaining Notice of Licensor's approval;

4.1.4. To dub, subtitle, or parallel track the Picture in accordance with the Authorized Language Uses in the Deal Terms but only in the Authorized Language(s);

4.1.5. To edit the Picture to meet exhibition requirements after first obtaining Notice of Licensor's approval;

4.1.6. To allow insertion of commercial announcements before the start or after the end of the Picture and during the continuity of the Picture as commercially reasonable;

4.1.7. To use the name, logo, banner, and other identified trademarks of Licensor solely in connection with exploitation the Picture and in compliance with Paragraph 4.6; and

4.1.8. To use clips from the Picture for allowed advertising, marketing, and promotion either as supplied by the Licensor, or as otherwise approved by Licensor, to the extent that they are no more than three (3) minutes individually or five (5) minutes total.

4.2. **Licensor's Requirements:** Licensor's Requirements mean the following requirements and conditions for exploiting any Allied Rights: credit obligations including for use on-screen and on packaging; dubbing, subtitling, and parallel tracking requirements; editing restrictions; paid advertising, publicity and promotional requirements; provisions for use of any name, voice, or likeness; limitations on use of commercial announcements; requirements for use of any trademark or logo; obligations for use of meta-data, DRM, RMI, and digital identifiers, including ISAN or EIDR.

4.3. **Compliance with Licensor's Requirements:** Licensor will give Distributor timely Notice of Licensor's Requirements promptly to the extent reasonably available for each Requirement. Distributor will abide by all of Licensor's Requirements after receipt of such Notice in exercising any applicable Allied Rights. Upon Licensor's reasonable request, Distributor will promptly submit to Licensor any materials created or used by Distributor in exploiting any Allied Rights so that Licensor can determine whether Licensor's Requirements are satisfied.

4.4. **Limitations:** In exercising any Allied Rights, Distributor may not: (i) alter or delete any credit, logo, copyright notice, trademark notice, or RMI on the Picture; (ii) include any advertisements or other materials before, during, or after the Picture other than the credit or logo of Distributor, an approved anti-piracy warning, or commercials as authorized in this Agreement; or (iii) alter, substitute, dub, or delete any music or lyrics without prior Notice of Licensor's approval.

4.5. **Inadvertent Failure:** No inadvertent failure by Distributor to comply with any of Licensor's Requirements will be a material breach of this Agreement provided Distributor takes reasonable efforts to cure prospectively such failure after Notice of such failure from Licensor.

4.6. **Use of Licensor Marks:** In using the title of the Picture or Licensor's name, logo, banner, or other identified trademark on the Picture ("Licensor Marks"), Distributor will at all times follow good trademark practices subject to Licensor's Requirements. Distributor will not at any time adopt any symbol confusingly similar to any of the Licensor Marks or attempt to register any of the Licensor Marks or claim any goodwill deriving from them. All goodwill arising from use of the Licensor Marks will inure to the benefit of Licensor. Upon reasonable request, Distributor will give Licensor representative samples of each use of all Licensor Marks for quality assurance purposes. If Licensor determines Distributor is using any of its Marks improperly, Licensor may give Notice to Distributor of the improper use and required remedial action. If Licensor fails to give Distributor such Notice within ten (10) days of receipt of the sample, reducible to not less than twenty-four (24) hours due to exigencies of release, then the use indicated in the sample will be deemed approved. If Distributor fails to timely remedy the improper use, Licensor, upon Notice to Distributor may immediately end Distributor's right to use such Licensor Marks.

4.7. **Use of Distributor Marks:** Distributor may use its name, logo, banner or other identified trademark ("Distributor Marks") on the Picture in accordance with Paragraph 4.1.2. and in advertising and marketing material for the Picture designating Distributor's services in distributing the Picture and exploiting the Licensed Rights. Licensor will not adopt any symbol confusingly similar to any of the Distributor Marks with respect to such services or attempt to register any of the Distributor Marks or claim any goodwill deriving from them. All good will arising from Distributor's use of the Distributor Marks will inure to the benefit of Distributor. If

any Distributor Marks are contained on any Distributor Created Materials obtained by Licensor under Paragraph 12.8., then Licensor will only use the Distributor Marks on such materials subject to good trademark practices and Distributor's requirements reasonably communicated to Licensor. If Distributor determines that Licensor is using any of its Distributor Marks improperly, the Distributor may give Notice to Licensor of the improper use and required remedial action. If Licensor fails to timely remedy the improper use, Licensor will cease using all Distributor Marks on the offending material upon receipt of Notice from Distributor to do so.

5. TERRITORY

5.1. **Territory:** The Territory means the countries or territories listed in the Deal Terms as they may be further defined in the IFTA[®] International Schedule of Territory Definitions current as of the Effective Date. In case of any inconsistency between the Territory definition in the Deal Terms and IFTA[®] International Schedule of Territories Definitions, the Deal Terms prevail.

5.2. **Non-Contiguous Areas:** "Non-Contiguous Areas" mean embassies, military and government installations, oil rigs and marine drilling sites, airlines-in-flight, and ships-at-sea flying the flag of a country but not located within its contiguous geographic borders. The Territory does not include the Non-Contiguous Areas of foreign countries located within the Territory. However, for exploiting any NonTheatrical or Ancillary Licensed Rights, the Territory includes Non-Contiguous Areas of each country in the Territory as necessary for exploiting such Rights.

5.3. **Changes in Borders:** If during the Term an area separates from a country in the Territory, then the Territory will still include the entire area which formed one political entity as of the Effective Date. If during the Term an area is annexed to a country in the Territory, then Licensor grants Distributor a First Negotiation Right to acquire the Licensed Rights in the Picture until the end of the Term in the newly annexed area to the extent those Licensed Rights are then or later available.

5.4. **Regionalization:** The Picture is only licensed for exploitation using the technological methods in customary commercial use in the Territory during the Term. If Disc is an Authorized Format for Video Licensed Rights, then Distributor may exploit solely in the regional format for the Territory.

6. TERM, LICENSE PERIOD AND HOLDBACKS

6.1. **Term:** The Term of this Agreement starts and ends on the dates set forth in the Deal Terms *except* in case of Term extension per Paragraph 15.2. or termination per Paragraph 16.6.

6.2. **Vesting:** The Licensed Rights will only vest in Distributor for each Licensed Right when and subject to the conditions specified in the Deal Terms or, if not there specified, if and when Distributor accepts Initial Delivery of the Picture and Distributor pays Licensor all installments of Guarantee then due. Prior to vesting, Distributor may not exploit any Licensed Rights, although Distributor may enter into agreements with approved subdistributors or agents in accordance with Paragraph 21.1 to exploit any Licensed Rights after vesting. Between the Effective Date and the Vesting Date, Licensor will not exploit or authorize exploitation of any Licensed Rights in the Picture within the Territory in any Authorized Language.

6.3. **License Period:** The License Period is the maximum time period indicated in the Deal Terms during which Distributor may exploit or authorize exploitation of each Licensed Right. If the Deal Terms only authorize a limited number of Authorized Telecasts for the PayPerView, Pay TV or Free TV Licensed Rights, then the applicable License Period for such Licensed Rights ends on the *earlier* of the end of the applicable License Period or the conclusion of the last Authorized Telecast. Failure to use all Authorized Telecasts will not extend the License Period. In no case

may Distributor exploit or authorize exploitation of any Licensed Right after the end of the Term of this Agreement.

6.4. **Distributor Holdbacks:** A Distributor Holdback means a contractual restriction on the period during which Distributor may exploit a Licensed Right. Distributor may not exploit or authorize exploitation of any Licensed Right until the end of its Distributor Holdback. However, Distributor may enter into agreements with approved subdistributors or agents in accordance with Paragraph 21.1 at any time during the Term to exploit a Licensed Right commencing after the end of its Distributor Holdback.

6.5. **Additional Distributor Holdbacks:** In addition to any Distributor Holdbacks in the Deal Terms, Distributor agrees that to the full extent allowed by Law during the Term, Distributor will not undertake or authorize: (i) any overspill telecast of the Picture from within the Territory intended for primary reception outside the Territory; (ii) any export or sale of Videograms of the Picture from the Territory intended for primary consumer sale or rental outside the Territory; (iii) any import to or sale within the Territory of decoders for any encrypted broadcast of the Picture originating outside the Territory; (iv) making the Picture available on the Internet without commercially reasonable technological protection measures which restrict access to reasonably identifiable locations within the Territory. However, a Simultaneous Retransmission outside the Territory of an Authorized Telecast that originated inside the Territory will not be deemed a breach of these provisions.

6.6. **Licensor Holdbacks:** A Licensor Holdback means a contractual restriction on the period during which Licensor may exploit any Reserved Right in the Authorized Languages in the Territory. Licensor may not exploit or authorize exploitation in the Authorized Languages in the Territory of any Reserved Right until the end of its Licensor Holdback. However, Licensor may enter into agreements at any time to exploit a Reserved Right starting after the end of its Licensor Holdback.

6.7. **Additional Licensor Holdbacks:** In addition to any Licensor Holdbacks in the Deal Terms, Licensor agrees that to the full extent allowed by Law during the Term, Licensor will not undertake or authorize: (i) any overspill telecast of the Picture in an Authorized Language from outside the Territory intended for primary reception within the Territory; (ii) any export or sale of Videograms of the Picture in any Authorized Language from outside the Territory intended for primary consumer sale or rental within the Territory; (iii) any export to or sale outside the Territory of decoders for any encrypted broadcast of the Picture originating inside the Territory; (iv) making the Picture available on the Internet in any Authorized Language without commercially reasonable technological measures which restrict access at reasonably identifiable locations within the Territory. For these purposes: (a) a Simultaneous Retransmission within the Territory of a broadcast that originated outside the Territory will not be deemed a breach of these provisions; and (b) if the Original Language Version of the Picture is not an Authorized Language, then the Original Language Version of the Picture without subtitles or parallel tracks will not be deemed an Authorized Language version of the Picture subject to these provisions.

7. USE PROVISIONS

7.1. **Authorized Use(s):** A Use authorized in the Deal Terms is an Authorized Use of the specific type, *e.g.* an Authorized Format or Authorized Telecasts. Distributor may only exploit each Licensed Right according to the Authorized Uses for the Licensed Right and the provisions of this Agreement.

7.2. **Authorized Format(s):** If Disc is an Authorized Use, then Distributor may not, to the extent permitted by Law, sell or authorize sale of Discs incorporating the Original Language of the Picture parallel tracked with any Authorized Language Version until after Original Language Disc Versions are made available for sale to the public in any country with the same Disc region code as that primarily utilized in the Territory.

7.3. **Authorized Telecast(s):** Distributor may not telecast or authorize telecast of the Picture for more than the Authorized Telecast(s) in the Deal Terms or, if none, a commercially reasonable number. Authorized Telecast(s) may only be used in Authorized Runs or Authorized Playdates indicated in the Deal Terms. Distributor may allocate multiple Authorized Runs or Authorized Playdates among applicable Licensed Rights in a commercially reasonable manner unless otherwise indicated in the Deal Terms. Distributor may not telecast or authorize telecast of the Picture by any form of PayPerView or Pay TV other than an encrypted form.

7.4. **Authorized Channel & Satellite:** If the Deal Terms limit any telecast of the Picture to an Authorized Channel or Authorized Satellite then Distributor may only authorize telecast over their telecasting facilities as they exist on the Effective Date. Otherwise, Distributor may authorize telecast over any existing channel in the Territory but may only authorize satellite telecast that is primarily intended for downlink reception in the Territory. If a physical change in telecasting facilities materially affects the number or kind of television receivers capable of receiving any telecast (*e.g.* signal boost, new transponder, orbital drift), then Distributor will promptly give Licensor Notice of such change. Licensor then grants Distributor a First Negotiation Right to exploit any affected Licensed Rights over the changed facilities, considering rights previously granted to other Persons. If no agreement is reached in the First Negotiation period and the change materially affects the exploitation of the Licensed Rights, then either Party may by Notice to the other Party end the License Period for the affected Licensed Rights.

7.5. **Simulcasting:** If the Deal Terms allow or a Law requires, Distributor may authorize Simulcasting Use of the unedited, unaltered, and unabridged Authorized Telecast of the Picture in the Authorized Language(s). Simulcasting Use does not authorize exploitation of Pay TV Catch-Up or Free TV Catch-Up, VOD or EST Rights. All Simulcasting Use is subject to Paragraph 13.5. During any Simulcasting period, Licensor will not undertake or authorize Simulcasting of the Picture in the Territory in the Authorized Language(s) by any other party, but this will not prevent Licensor from exploiting any VOD or EST Rights in the Picture not granted to Distributor.

7.6. **Catch-Up TV:** Only the unedited, unaltered, unabridged Authorized Telecast of the Picture may be exploited by means of Catch-Up Pay TV or Catch-Up Free TV. Catch-Up Pay TV or Catch-Up Free TV Licensed Rights do not authorize exploitation of VOD or EST Rights. Any Catch-Up Pay TV or Catch-Up Free TV must occur within thirty (30) days of each Authorized Telecast unless a different period is indicated in the Deal Terms. Any grant of Catch-Up Pay TV or Catch-Up Free TV Licensed Rights will not prevent Licensor from exploiting any VOD or EST Rights in the Picture not granted to Distributor.

8. GROSS RECEIPTS PROVISIONS

8.1. **Gross Receipts:** Gross Receipts means the sum on a continuous basis of the following amounts received by, used by or credited to Distributor, any Distributor Affiliate or any approved subdistributor or agent for each and every Licensed Right calculated as provided in Paragraph 8.2:

8.1.1. All monies or other consideration of any kind including all advances, guarantees, security deposits, awards, subsidies (other than those described in Paragraph 8.4), and other allowances from the license, sale, lease, rental, lending, barter, distribution, diffusion,

exhibition, performance, exploitation, making available, or other exploitation of each Licensed Right in the Picture, all without any deductions; and

8.1.2. All recoveries of any kind arising from any claims for infringement or misappropriation of any Licensed Right after first deducting all costs of suit including attorneys' fees; and

8.1.3. All monies or other consideration of any kind from any authorized dealing in trailers, posters, copies, stills, excerpts, advertising accessories or other materials used in connection with the exploitation of any Licensed Right; and

8.1.4. All monies or other consideration of any kind from making available the Picture or any of its elements on a Website including from: (i) payments received from users or Authorized Subscribers attributable to accessing the Picture or to using the Website and allocated to the Picture on a non-discriminatory basis consistently applied; (ii) income derived from advertising and promotions attributable to the Picture or from using the Website and allocated to the Picture on a non-discriminatory basis consistently applied; and (iii) payments from affiliates or third parties derived from accessing the Picture due to links or other information included on the Website in an affiliate or networking program.

8.2. **Gross Receipts Calculated At Source:** For the purpose of determining Licensor's share of Gross Receipts, all Gross Receipts must be calculated at "source" determined as follows:

8.2.1. For any Theatrical Licensed Right, "source" means the levels at which payments are remitted directly by cinema theaters making the Picture available to the paying public.

8.2.2. For any NonTheatrical or Ancillary Licensed Right, "source" means the level at which payments are remitted directly by airlines, bus, vehicles, shipping companies, hotels, or other entities that exhibit or make the Picture available directly to their patrons or customers.

8.2.3. For any Video Licensed Right, "source" means the level at which (i) payments are remitted by wholesalers shipping Videograms directly to retailers for ultimate sale or rental to the paying public, including intermediate distribution levels such as rack jobbers if and to the extent Distributor or a Distributor Affiliate participates in income from such intermediate distribution; and (ii) payments are made for making Videograms available directly to the paying public by Distributor or a Distributor Affiliate through mail order, video clubs, or kiosks.

8.2.4. For any Public Video Licensed Right, "source" means at the level at which payments are remitted directly by exhibitors of the Picture.

8.2.5. For any Pay-Per-View, Pay TV or Free TV Licensed Right, "source" means the level at which payments are remitted directly by broadcast stations, cable systems, satellite telecasters, or like entities that broadcast, cablecast, transmit, or otherwise making the Picture available to the viewing public.

8.2.6. For any VOD or EST Licensed Right, "source" means the level at which payments are remitted directly by parties operating or controlling any Website from which content is made available to the general public, or to Authorized Subscribers, or from which content of multiple Websites are aggregated for access by the general public or by Authorized Subscribers.

8.2.7. For any Licensed Right, if Distributor or any Distributor Affiliate owns or operates the "source" from which payments are made, then any payment attributable to the source must be no less than comparable payments remitted from that source to unaffiliated third parties in arm's length transactions.

8.3. **Royalty Income:** All Royalty Income derived from exploitation of any Secondary Rights in the Picture or any Distributor Created Materials (per Paragraph 12.8) will be the sole property of Licensor, will not be included in Gross Receipts, and Licensor will have the sole right to apply for and collect all such “Secondary Royalty Income”. For this purpose, as between the parties, Licensor will be deemed the “author” or “producer” of the Picture, any Version of the Picture including dubbed or subtitled, and any Distributor Created Materials. Distributor will not make any claim either directly or through a third-party for any such Secondary Royalty Income. If Distributor receives any such Secondary Royalty Income, Distributor will immediately remit such sums to Licensor with an appropriate statement identifying their source.

8.4. **Rebates And Subsidies:** The following amounts, if received by, used by, or credited to Distributor, any Distributor Affiliate, or any approved subdistributor or agent, will first be used to reduce Recoupable Costs to the extent not repayable by Distributor to any third party: (i) print, publicity and similar subsidies for the cost of releasing, advertising or publicizing the Picture; (ii) income from publicity tie-ins; (iii) freight, print, trailer, advertising and other cost recoveries, rebates, refunds or discounts, whether obtained from regional or national institutions, exhibitors, approved subdistributors or other Persons; and (iv) income from any use of any clips for advertising, marketing or promoting the Picture. All such amounts in excess of Recoupable Costs will be included in Gross Receipts.

9. RECOUPABLE COSTS PROVISIONS

9.1. **Recoupable Costs:** Recoupable Costs means all direct, verifiable, out-of-pocket, reasonable and necessary costs and expenses, exclusive of salaries and overhead, less any discounts, credits, rebates or similar allowances, actually paid by Distributor for exploiting each Licensed Right in arms-length transactions with third parties for:

9.1.1. Customs duties, import taxes, and permit charges necessary to secure entry of the Picture into the Territory;

9.1.2. Notarization, translation, processing service, and similar costs relating to obtaining or securing registration, importation, exploitation or protection of the Picture in the Territory, but only to the extent reasonably pre-approved by Notice from Licensor, and, if Licensor advances any such fees or costs, Distributor will promptly reimburse Licensor for them upon demand;

9.1.3. Sales, use, VAT, admission and turnover taxes and related charges assessable against any Gross Receipts realized from the exploitation of any Licensed Right, but not including any corporate income, franchise or windfall profits taxes, nor any remittance or withholding taxes assessable against amounts payable to Licensor;

9.1.4. Remittance and withholding taxes on any amounts payable to Licensor, but only as allowed in Paragraph 10.4.;

9.1.5. Shipping and insurance charges for Delivery of the Materials to Distributor including any amounts for shipping within the Territory, but not for returning the Materials to Licensor;

9.1.6. Manufacture of pre-print materials, positive prints, digital prints, masters, tapes, trailers, and other copies of the Picture in an amount reasonably pre-approved by Notice from Licensor;

9.1.7. Costs of allowed editing, subtitling, dubbing or parallel tracking in the Authorized Language(s) in an amount reasonably pre-approved by Notice from Licensor;

9.1.8. Costs of allowed advertising, promotion and publicity in an amount reasonably pre-approved by Notice from Licensor;

9.1.9. Reasonable checking costs for verifying the accuracy of box office results reported by exhibitors, but not exceeding one percent (1%) of the reported box office receipts from each such exhibitor unless reasonably pre-approved by Notice from Licensor;

9.1.10. Legal costs and fees paid to obtain recoveries for infringement by a third party of the Licensed Right and the cost of any infringement monitoring service for the Picture, in an amount reasonably pre-approved by Notice from Licensor;

9.1.11. Actual and normal expenses, including reasonable legal costs and fees, incurred in recovering debts from defaulting licensees and exhibitors;

9.1.12. Costs of packaging for Videograms embodying the Picture in an amount reasonably pre-approved by Notice from Licensor;

9.1.13. Censorship fees and costs of editing to meet censorship requirements in an amount reasonably pre-approved by Notice from Licensor;

9.1.14. Additional customary and reasonable costs actually paid by Distributor in exploiting the Picture in the amount reasonably pre-approved by Notice from Licensor.

9.2. **Limitations:** No Recoupable Cost may be deducted from Gross Receipts for any Licensed Right except as authorized in the Deal Terms. Recoupable Costs must be calculated separately for each Licensed Right and may not be recouped from Gross Receipts for any other Licensed Right *except* as authorized in the Deal Terms. Any cost that does not qualify as a Recoupable Distribution Cost will be Distributor's sole responsibility *unless* Licensor gives Notice approving its recoupment. No item qualifying as a Recoupable Distribution Cost may be deducted more than once.

9.3. **Third Party Costs:** If a Distributor Affiliate or approved subdistributor or agent pays a cost that would be a Recoupable Cost if paid by Distributor, then such cost may be recouped by Distributor as a Recoupable Cost but may not be recouped or paid more than once. Otherwise, no costs of any third party may be recouped from monies due to Licensor.

10. PAYMENT REQUIREMENTS

10.1. **Timely Payment:** Distributor will make payments to Licensor and retain recoupments from Gross Receipts only in the manner and sequence specified in the Deal Terms. Timely payment is of the essence of this Agreement. Payment will only be considered made when Licensor has immediate and unencumbered use of funds in the required currency in the full amount due. Distributor will use diligent efforts to obtain promptly all permits necessary to make all payments to Licensor.

10.2. **Base Currency:** The Base Currency is the currency specified in the Deal Terms, or if not specified, the Base Currency is United States Dollars.

10.3. **Guarantee:** The Guarantee, consisting of the Minimum Guarantee and any Additional Guarantee as set forth in the Deal Terms, is the amount payable to Licensor and recoupable from Licensor's share of Gross Receipts for applicable Licensed Rights as indicated in the Deal Terms. The Guarantee is payable in the Base Currency. The Guarantee is non-returnable, but fully recoupable in conformity with this Agreement. The Parties agree the Guarantee is a reasonable estimate at the time of contracting of the minimum share of Gross Receipts that Licensor would receive from Distributor's full performance under this Agreement.

10.4. **Remittance Taxes:** The Guarantee is a minimum net sum and no taxes or charges of any sort may be deducted from it, regardless of any remittance or withholding taxes that may be

due. However, Distributor may recoup all remittance or withholding taxes on the Guarantee and any other payments due Licensor as a Recoupable Cost after providing Licensor with all documentation demonstrating Distributor's payment of the required amount on Licensor's behalf.

10.5. **Limits on Deductions:** There will be no deductions from any payments due Licensor because of any bank charges, conversion costs, sales, use or VAT taxes, "contingents," quotas or any other taxes, levies or charges unless separately agreed in a Notice from Licensor.

10.6. **Guarantee Installments:** Distributor will pay each installment of the Guarantee to Licensor in the time and manner specified in the Deal Terms. Where an installment is payable on events within Licensor's control, *e.g.*, the start of Principal Photography, Licensor will give Distributor timely Notice of such event. Where an installment is payable on events within Distributor's control, *e.g.*, First Release, Distributor will give Licensor timely Notice of such event. For each Installment of the Guarantee, Licensor will provide Distributor with a Notice when the payment is due consisting of an Invoice designating the amount due and if necessary, any document indicating occurrence of the event within Licensor's control triggering payment (*e.g.*, a Notice of Initial Delivery). Distributor's payment of the invoiced amount will be due within ten (10) days of Distributor's receipt of such payment Notice unless otherwise specified in the Deal Terms. Distributor will pay the amount indicated in the Invoice by wire transfer of unencumbered funds, free of any transmission charges, to the payment account(s) specified in the Deal Terms or if not there specified as specified in the Invoice.

10.7. **Letter of Credit:** If the Deal Terms indicate a payment is secured by a Letter of Credit, then Distributor will open the Letter of Credit at a corresponding bank of Licensor's designated bank. While open, the Letter of Credit will remain valid, negotiable, transferable, confirmed, and irrevocable; it will be automatically renewable for any period stated in the Deal Terms if not negotiated by its first end date. All costs for a Letter of Credit will be borne solely by Distributor.

10.8. **Blocked Funds:** Distributor will give Licensor prompt Notice of any Law that prohibits remittance from the Territory of any sums due Licensor. Distributor will then deposit such sums in Licensor's name in a suitable depository designated by Licensor without any deductions for so doing.

10.9. **Finance Charge:** Any payment not made when due will, in addition to any other right or remedy of Licensor, incur a finance charge at the lesser of: (i) the finance charge set out in the Deal Terms; or (ii) three basis points over the 3-month Secured Overnight Financing Rate (SOFR) on the date payment was due; or (iii) the highest applicable legal contract rate. This finance charge will accrue from the date the payment was due until it is paid in full.

10.10. **Exchange Rate:** Distributor will recoup the Guarantee and all Recoupable Costs in the currency of each country in the Territory. Distributor will convert any sums due Licensor to the Base Currency at the prevailing exchange rate on the date due at a bank timely designated by Licensor. For a late payment, Licensor will be entitled to the most favorable exchange rate between the due date and the payment date. The risk of devaluation of the Base Currency designated by Licensor is Licensor's sole risk; the risk of the devaluation of the currency of the Territory is Distributor's sole risk. Unless specified otherwise in the Deal Terms, the Base Currency means the currency in which the Guarantee is payable as designated in the Deal Terms, or, if not so designated, the national currency in the country where Licensor is headquartered.

10.11. **Documentation:** If any Law requires Distributor to obtain a permit or clearance to exploit any Licensed Right, then Distributor will do so at its expense promptly after payment of the Guarantee. These may include any dubbing certificate, quota permit, censorship clearance, author's certificate, certificate of origin, music cue sheet, or remittance tax form. Distributor will

provide Licensor on request with copies of documents indicating compliance with such Law. If this Agreement is terminated or cancelled, then upon request Distributor will take all necessary actions to ensure that any such documents are withdrawn or cancelled, failing which Distributor authorizes Licensor to do so.

11. ACCOUNTINGS

11.1. **Cross Collateralization:** Unless otherwise provided in the Deal Terms, no payment for the Picture may be cross collateralized or set-off against any amounts for any other Motion Picture and amounts due for the Picture may not be used to recoup amounts for any other Motion Picture, or *vice versa*. Gross Receipts and Recoupable Costs for the Motion Picture may only be cross collateralized among the Licensed Rights to the extent, if any, authorized in the Deal Terms, but they may be cross collateralized among any countries in the Territory except as otherwise provided in the Deal Terms.

11.2. **Allocations:** If the Picture is exploited with other Motion Pictures, then Distributor will only allocate receipts and expenses among the Picture and the other Motion Pictures in the manner reasonably approved by Notice from Licensor.

11.3. **Financial Records:** Distributor will maintain true and accurate records in local currency of all financial transactions regarding the Picture using generally accepted accounting principles on a consistent, uniform and non-discriminatory basis until three (3) years after the Term and during any period while a dispute about payments remains unresolved. The records will include all Gross Receipts derived, all Recoupable Costs paid, all allowed adjustments or rebates made, all cash collected, or credits received, and all other information necessary to render any statement due. Unless Licensor gives Notice approving otherwise, all records will be maintained on a cash basis. If Distributor permits any off-set, refund, or rebate of sums due Distributor, then such sums will nonetheless be included in Gross Receipts. Distributor will also maintain full and accurate copies of every statement, contract, electronic record, audit report, correspondence, and other records for the Picture and make available such records for inspection and copying at the Distributor's principal place of business.

11.4. **Statements - General Contents:** Starting after Initial Delivery, Distributor will furnish Licensor with a statement in English for the Picture that identifies from the time of the immediately prior statement, if any, all Gross Receipts derived, all Recoupable Costs paid (identifying to whom they are paid), and all exchange rates used. If the Territory contains more than one country, the information will be reported separately for each country and consolidated for the entire Territory. The information will be provided in reasonable detail on a current and cumulative basis.

11.5. **Statements - Video:** For any Video Licensed Rights each statement must also include: (i) all Videograms manufactured, sold, rented, or destroyed; (ii) their wholesale and retail selling prices; and (iii) all deductions taken. Distributor may not withhold any Gross Receipts as a reserve against returned or defective Videos for more than two (2) consecutive accounting periods after which the reserve must be liquidated. The reserve may not exceed ten percent (10%) of Video Gross Receipts derived for two (2) accounting periods for which the reserve is retained.

11.6. **Statements - EST and VOD:** For EST and VOD Licensed Rights, each statement must also include for each Website on which the Picture is made available to the extent reasonably available to Distributor for each reporting period: (i) the total number of access attempts ("raw hits") to the Website; (ii) the total number of subscribers to the Website and the daily average number; (iii) the total number of times the Picture was accessed; (iv) the total amount billed and

collected including all charges, chargebacks, credits, returns, and refunds; (v) the average length of time or number of bytes when the Picture was accessed; (vi) all subscriber fees identifying the method of allocating such fees to the Picture; (vii) all advertising revenue indicating the source and method of allocating such revenue to the Picture; and (viii) all other reasonable and available financial information necessary or appropriate for calculating Gross Receipts. Distributor may provide such information by making it available for access by Licensor on a secure portion of the applicable Website.

11.7. Statement Periods: Distributor will render statements for the following periods: (i) monthly for the first twelve (12) months after the First Release; then (ii) quarterly through the end of the Term and as long thereafter as Gross Receipts are derived by Distributor. Each statement must be delivered to Licensor within one (1) month after the end of the period for which it is rendered. However, no statement need be rendered for any period in which there are no Gross Receipts, but if Licensor has not received a statement for six (6) months, Distributor will provide a current statement within one (1) month of Licensor's request.

11.8. Audit Right: Until three (3) years after the Term and upon at least thirty (30) days' prior Notice, Licensor may examine and copy, on its own or through its auditors, Distributor's financial records regarding the Picture. If the examination uncovers an underpayment, uncontested or later determined due, Distributor will pay Licensor the amount of such underpayment on demand. If such underpayment is more than ten percent (10%) of the amount shown due on the statements audited, Distributor will also pay Licensor upon demand the reasonable costs of examination up to the amount of the underpayment.

12. DELIVERY, ACCEPTANCE AND RETURN

12.1. Terminology: Delivery of a Picture means delivery to Distributor of the Delivery Materials by the Delivery Methods as provided in the Deal Terms and this Paragraph. Delivery occurs in two stages: Initial Delivery and Additional Delivery. Initial Delivery means delivery of the Initial Materials. Additional Delivery means delivery of the Additional Materials. The Delivery Materials means the Initial Materials and the Additional Materials as applicable. A Notice of Delivery means a Notice of Initial Delivery or Notice of Additional Delivery as applicable.

12.2. Initial Delivery: Licensor will make Initial Delivery as follows:

12.2.1. Notice of Initial Delivery: Licensor will commence Delivery by giving Distributor a Notice of Initial Delivery stating the date on which Licensor is prepared to make Initial Delivery. Licensor will use commercially reasonable efforts to give Distributor a Notice of Initial Delivery by no later than the Delivery Date in the Deal Terms, subject to extension due to Force Majeure, but in any case, Licensor must give Distributor a Notice of Initial Delivery by no later than any Outside Delivery Date in the Deal Terms.

12.2.2. Identified Initial Materials: If the Initial Materials are identified in the Deal Terms, then the Notice of Initial Delivery should also specify: (i) any Material Charges for the Initial Materials; (ii) the Delivery Method for each of the Initial Materials; (iii) the carrier making delivery; (iv) any other delivery cost; and (v) the method of payment. Distributor will immediately pay all amounts required. Upon receipt of payment, Licensor will immediately make Delivery to Distributor of all identified Initial Materials by their designated Delivery Method.

12.2.3. Non-Identified Initial Materials: If the Initial Materials are not identified in the Deal Terms, then Licensor's Notice of Initial Delivery will identify that Initial Materials are

available, and if appropriate, specify the Initial Materials. Within ten (10) days of receipt of Licensor's Notice, Distributor will give Licensor Notice of the Initial Materials which Distributor reasonably requires. Licensor will then promptly give Distributor Notice of: (i) any Material Charges for the Initial Materials; (ii) the Delivery Method for each of the Initial Materials; (iii) the carrier making delivery; (iv) any other delivery cost; and (v) the method of payment. Distributor will promptly pay all required Materials Charges and delivery costs. Upon receipt of payment, Licensor will immediately make Delivery to Distributor of all Initial Materials required by Distributor by the designated Delivery Method.

12.2.4. Distributor Response: Distributor must respond promptly to Licensor's Notice of Initial Delivery by making any required specification or payment, in any case no later than one (1) month after receipt of Licensor's Notice of Initial Delivery.

12.3. **Additional Delivery**: Licensor will make Additional Delivery as follows:

12.3.1. Notice of Additional Delivery: Promptly after completion of Initial Delivery, Licensor will give Distributor a Notice of Additional Delivery that Licensor is prepared to deliver all remaining Additional Materials.

12.3.2. Identified Additional Materials: If the Additional Materials are identified in the Deal Terms, then the Notice of Additional Delivery should also specify: (i) any Material Charges for the Additional Materials; (ii) the Delivery Method for each of the Additional Materials; (iii) the carrier making delivery; (iv) any other delivery cost; and (v) the method of payment. Distributor will promptly pay all required Materials Charges and delivery costs. Upon receipt of payment, Licensor will immediately make Delivery to Distributor of all identified Additional Materials by their designated Delivery Method.

12.3.3. Non-Identified Additional Materials: If the Additional Materials are not identified in the Deal Terms, then Licensor's Notice of Additional Delivery will identify that Additional Materials are available, and if appropriate, specify the Additional Materials. After receipt of Licensor's Notice, Distributor will promptly give Licensor Notice of the Additional Materials that Distributor reasonably requires. Licensor will then give Distributor Notice of: (i) any Material Charges for the Additional Materials; (ii) the Delivery Method for each of them; (iii) the carrier making delivery; (iv) any other delivery cost; and (v) the method of payment. Distributor will immediately pay all amounts required. Upon receipt of payment, Licensor will immediately make Delivery to Distributor of all Additional Materials required by Distributor by the designated Delivery Method.

12.4. **Delivery Methods**: Licensor will make Delivery of Delivery Materials by one of the following methods specified in the Deal Terms or Licensor's Delivery Notice or as is otherwise customary for the applicable Delivery Material:

12.4.1. Physical Delivery: Where *Physical Delivery* is specified, Licensor will deliver the applicable Delivery Materials to Distributor at the applicable delivery location. Delivery will be made by air transport unless otherwise specified in the Deal Terms or Delivery Notice.

12.4.2. Laboratory Access: Where *Laboratory Access* is specified, Licensor will provide Distributor with access to the applicable Delivery Materials at a recognized laboratory or facility mutually acceptable to the parties. Access will be on the terms of the IFTA[®] International Laboratory Access Letter or, if indicated in the Deal Terms, another mutually approved access letter.

12.4.3. Loan of Materials: Where *Loan of Materials* is specified, Licensor will deliver the applicable Delivery Materials on loan to Distributor at the applicable delivery location. Delivery will be made by air transport unless otherwise specified in the Deal Terms or Delivery

Notice. These loaned Delivery Materials may only be used to make new pre-print materials, at Distributor's sole expense, from which necessary exploitation materials can be made. The loaned Delivery Materials will always be held in a laboratory or facility subject to Licensor's reasonable approval and will be returned to Licensor within a reasonable time designated by Licensor.

12.4.4. Electronic Delivery: Where *Electronic Delivery* is specified, Licensor will deliver the applicable Delivery Materials to Distributor by electronic transmission via satellite, over the Internet, or by comparable service consistent with available materials and Distributor's equipment. Licensor may require Distributor to implement commercially available DRM before making any electronic delivery. For satellite delivery, Licensor will be responsible for all up-linking costs and Distributor will be responsible for all down-linking costs. For a missed transmission, Licensor upon receipt of timely Notice will assist Distributor to receive a new transmission.

12.5. **Acceptance of Delivery**: Distributor will evaluate all Delivery Materials for technical acceptance promptly after their receipt. Acceptance of Delivery means Distributor's actual or deemed acknowledgement that the applicable Delivery Materials are technically acceptable for exploitation of the Licensed Rights. Acceptance of Delivery is based on objective technical standards without regard to questions of commercial or artistic merit. Distributor will give Acceptance of Delivery for the applicable Delivery Materials in one of the following manners:

12.5.1. Guarantor Certificate: If provided in the Deal Terms or otherwise agreed by the Parties, Licensor may give Distributor a Guarantor Certificate for the applicable Delivery Materials. In such case, Distributor agrees that receipt of the Guarantor Certificate constitutes Acceptance of Delivery for the identified Delivery Materials for the purpose of making any payment due Licensor but does not waive any right Distributor may have against Licensor or the Guarantor to require Delivery of substitute Delivery Materials in any case of technical insufficiency.

12.5.2. Laboratory Certificate: If provided in the Deal Terms or otherwise agreed by the Parties, Licensor may give Distributor a Laboratory Certificate for the applicable Delivery Materials. In such case Distributor agrees that receipt of the Laboratory Certificate constitutes Acceptance of Delivery for the identified Delivery Materials for the purpose of making any payment due Licensor but does not waive any right Distributor may have against Licensor or the laboratory to require Delivery of substitute Delivery Materials in any case of technical insufficiency.

12.5.3. Evaluation Process: If not otherwise covered by the above for any Delivery Materials, the following Evaluation Process will apply. Licensor will make Delivery to Distributor of the applicable Delivery Materials by the applicable Delivery Method. Distributor must evaluate all Delivery Materials for technical acceptance promptly after receipt, which may include submitting the Delivery Materials to a laboratory specified in the Deal Terms, or if not specified, as selected by Distributor, for a Quality Control Report. Any Delivery Materials that meet technical acceptance standards in the Quality Control Report will be deemed approved. Any technical defect not specified in reasonable detail by Notice to Licensor within thirty (30) days of Delivery will be deemed waived. If Distributor does give such a Notice, then Licensor will at its expense either: (i) redeliver Delivery Materials correcting the specified technical defect; (ii) submit the Delivery Materials to another mutually agreed laboratory for a new Quality Control Report; or (iii) initiate arbitration under Paragraph 16.3. to determine whether the Delivery Materials were technically defective. This procedure

will continue for any corrected Delivery Materials until Delivery is deemed completed. However, if Licensor is unable to deliver Delivery Materials acceptable under the Agreement within the earlier of one-hundred twenty (120) days after first Delivery of the Delivery Materials or three (3) attempts, then Distributor may declare Licensor in material default under Paragraph 16.3. for failing to make timely Delivery. If Distributor has undertaken a First Release of the Picture, then any alleged defect in any Delivery Material used in the First Release will be deemed waived by Distributor. Distributor will have the right in its discretion to waive any defect in any Delivery Material for purposes of making any payment to Licensor but such waiver will not waive Distributor's right to require delivery of technically satisfactory Delivery Materials at a later time.

12.6. **Ownership:** Legal ownership of all Delivery Materials will remain with Licensor subject to Distributor's right to use such Delivery Materials under this Agreement. Distributor will exercise due care in safeguarding all Delivery Materials and will assume all risks for their theft or damage while they are in Distributor's possession.

12.7. **Payment for Delivery Materials:** Distributor will pay for all Delivery Materials as indicated in the Deal Terms or otherwise in Licensor's Delivery Notice. All costs of Delivery and return of the Delivery Materials (including shipping charges, insurance, import fees, duties, brokerage fees, storage charges and related charges) will be Distributor's sole responsibility unless otherwise specified in the Deal Terms.

12.8. **Distributor Created Materials:** Distributor will provide Licensor and its designees with prompt unrestricted free access to all alternate language tracks, subtitled, dubbed and parallel track versions, masters, advertising and promotional materials, artwork and other materials created or authorized by Distributor to exploit the Picture ("Distributor Created Materials"). Distributor will promptly give to Licensor a Notice of each Person who prepared any Distributor Created Materials and each laboratory or facility where they are located. Licensor will pay Distributor promptly on request for the actual cost of duplication and shipping to Licensor of any Distributor Created Materials and, if applicable, any reuse fees applicable to their use. Distributor assigns to Licensor, and Licensor will immediately become the owner of, the worldwide copyright in all Distributor Created Materials, subject to a non-exclusive free license in favor of Distributor and its licensees to use them during the Term solely for exploitation of the Licensed Rights. If such ownership is not allowed under a Law in the Territory, then Distributor grants Licensor a non-exclusive free license to use all Distributor Created Materials worldwide in perpetuity without restriction.

12.9. **Return of Materials:** At the end of the Term, Distributor at its expense, will at Licensor's election, either: (i) return all Delivery Materials and Distributor Created Materials to Licensor; or (ii) destroy all Delivery Materials and Distributor Created Materials and provide to Licensor a customary certificate of their destruction.

13. EXPLOITATION OBLIGATIONS

13.1. **General Obligations:** Distributor will release the Picture in conformity with any Release Requirements in the Deal Terms, including releasing the Picture in any First Release Medium by no later than any Outside Release Date. Throughout the Term, Distributor will use diligent efforts and skill in the distribution and exploitation of the Licensed Rights to maximize Gross Receipts and minimize Recoupable Costs consistent with the quality standards of first-class distributors in the Territory. Distributor will not discriminate against the Picture or use the Picture to secure more advantageous terms for any other motion picture, product, or service. Distributor

will maintain the Picture in continuous release throughout the Territory for a period consistent with its reasonable business judgment. Distributor does not guarantee the performance of any authorized agent or subdistributor.

13.2. Theatrical Exploitation Obligations: In exploiting any Theatrical Licensed Rights:

13.2.1. Licensor Consultation: Distributor will accord Licensor prior reasonable consultation on an on-going basis of all significant aspects of the plan for the first run theatrical release of the Picture in the Territory, including the initial campaign, print order, advertising budget, marketing campaign, and short subject allocations. Distributor will comply in all material respects with any release plan approved by Licensor. Distributor will give Licensor reasonable advance Notice of all premieres of the Picture in the Territory. Distributor will not screen the Picture in any festival, charitable screening or the like where there is no paying audience without prior Notice of Licensor's approval.

13.2.2. Release Information: Distributor will give Licensor weekly Notice setting forth all information available to Distributor on a weekly and cumulative basis regarding the first run theatrical release of the Picture, including exhibition terms, box office receipts, and expenses.

13.2.3. Exhibition Obligations: All exhibition agreements for the Picture must be separate from exhibition agreements for any other Motion Picture, product, or service. If the Picture is exhibited with any other Motion Picture during its first run, any allocation of box office receipts must be reasonably approved by Notice from Licensor. No more than one percent (1%) of net box office receipts per theater may be allocated to a short subject. Distributor will not license the Picture to any theater in which Distributor or a Distributor Affiliate has any interest *except* on terms consistent with arm's-length transactions for like motion pictures. Distributor will use all reasonable efforts to maximize collections from exhibitors as quickly as possible.

13.3. Video Exploitation Obligations: In exploiting any Video Licensed Rights:

13.3.1. Licensor Approval: Distributor will accord Licensor prior reasonable approval of all advertising, packaging, artwork, and marketing campaigns for exploiting the Video Licensed Rights. Distributor at its cost will also provide Licensor for its reasonable approval one (1) prototype copy of each authorized type of Video and its packaging promptly after its manufacture and before its sale or disposition. Licensor's approval will be deemed given if Licensor does not give Distributor Notice of an objection within five (5) days of receipt of these items.

13.3.2. Efforts and Quality: Distributor will use diligent efforts and skill in the manufacture, distribution, and exploitation of Videograms of the Picture, using quality standards at least comparable to other Videograms commercially available in the Territory. From the end of any Video Holdback until the end of the Term, Distributor will make Videograms of the Picture in the Authorized Language(s) and Authorized Formats available in the Territory through its catalogue and will not allow them to leave normal channels of distribution for a commercially unreasonable period of time.

13.3.3. Included Material: Distributor will not make or distribute any Videograms in which the Picture is included with another feature length Motion Picture for a single price without prior Notice of Licensor's approval. Distributor may include trailers and advertising material for other Motion Pictures on any Videogram of the Picture in a commercially reasonable manner provided that they do not interrupt the running time of the Picture and that Distributor also customarily includes trailers and advertising material for the Picture on Videograms of other motion pictures.

13.3.4. **Pricing:** To the extent allowed by Law, for calculating Gross Receipts: (i) Videograms will be deemed sold for not less than any Minimum Wholesale Price or Minimum Retail Price in the Deal Terms; and (ii) Videograms disposed of without charge above the number of Free Goods in the Deal Terms will be deemed sold at the Minimum Wholesale Price.

13.4. **Television Exploitation Obligations:** In exploiting any PayPerView, Pay TV or Free TV Licensed Rights:

13.4.1. **Limitations:** Distributor will not telecast or authorize telecast of the Picture by any form of Pay TV other than an encrypted form and as allowed by Law, Distributor will not undertake or authorize any sale, rental or export of decoders for such encryption outside the Territory.

13.4.2. **Usage Reports:** Upon Licensor's request, Distributor will promptly provide Licensor with the following information to the extent reasonably available to Distributor: (i) the title of the Picture in each Authorized Language used for each telecast of the Picture; (ii) each Person responsible for preparing a dubbed, subtitled, or parallel tracked version of the Picture; and (iii) the time and place of each telecast of the Picture since the last Usage Report to Licensor.

13.5. **EST and VOD Exploitation Obligations:** In exploiting any EST or VOD Licensed Rights:

13.5.1. **Asset Protection:** Distributor may only make the Picture available on a Website: (i) where access is subject to an enforceable access contract (*e.g.* Terms of Use) that only permits access by Authorized Subscribers and that prohibits circumvention of technological measures against unauthorized access; (ii) that uses current and commercially reasonable DRM that limits access to the Picture solely to Authorized Subscribers who have been verified as such using at least 2 methods and solely to reasonably identifiable locations within the Territory.

13.5.2. **Protection Verification:** Upon reasonable request Distributor will promptly provide Licensor with Notice demonstrating compliance with Paragraph 13.5.1. If Distributor fails to do so Licensor may give Distributor Notice to cease exploiting any affected EST or VOD Licensed Rights. Distributor may not then exploit such rights until Distributor provides Licensor with Notice demonstrating compliance with Paragraph 13.5.1 and Distributor receives a return Notice from Licensor approving compliance. Licensor's good faith decision not to approve any technological measure used by Distributor to demonstrate compliance will not be a breach of this Agreement.

14. MUSIC

14.1. **Cue Sheets:** To the extent required and available, Licensor will supply Distributor promptly after Initial Delivery with music cue sheets listing the composer, lyricist and publisher of all music embodied in the Picture. Distributor will, as needed, promptly file with the appropriate government agency or music rights society in the Territory the music cue sheets as supplied by Licensor.

14.2. **Synchronization:** Licensor represents and warrants to Distributor that Licensor controls all rights necessary to synchronize the music contained in the Picture on all Copies exploited by Distributor throughout the Territory for the Term. Licensor authorizes Distributor to exploit such synchronization rights without charge in exploiting the Licensed Rights in the Picture. Licensor will be solely responsible for paying all royalties or charges necessary to obtain and

control such synchronization rights for the Term and will hold Distributor harmless from any payments in this regard.

14.3. **Mechanical:** Licensor represents and warrants to Distributor that Licensor controls all rights necessary to make mechanical reproductions of the music contained in the Picture on all Copies exploited by Distributor throughout the Territory for the Term. Licensor authorizes Distributor to exploit such mechanical rights without charge in exploiting the Licensed Rights in the Picture. Licensor will be solely responsible for paying all royalties or charges necessary to obtain and control such mechanical rights for the Term and will hold Distributor harmless from any payments in this regard, *provided* if a mechanical or authors' rights society in the Territory refuses to honor the authorization obtained by Licensor in the Picture's country of origin, then Distributor will be solely responsible for such royalties or charges.

14.4. **Performance:** Licensor represents and warrants to Distributor that the non-dramatic ("small") performing rights in each musical composition embodied in the Picture are either: (i) in the public domain in the Territory; or (ii) controlled by Licensor sufficient to allow Distributor to exploit the Licensed Rights without additional payment for such rights; or (iii) available by license from a performing rights society in the Territory affiliated with the International Confederation of Authors and Composers Societies (CISAC). For music in category (iii), Distributor will be solely responsible for obtaining a license to exploit such performance rights from the local performing rights society.

14.5. **Publishing:** As between Licensor and Distributor, Licensor (or its affiliated publishing company) will be solely entitled to collect and retain the publisher's share of any music royalties arising from Distributor's exploitation of any Licensed Rights in the Picture.

15. SUSPENSION AND WITHDRAWAL

15.1. **Licensor's Right:** Licensor may suspend Delivery or withdraw the Picture by Notice to Distributor: (i) if Licensor determines in good faith that its exploitation might infringe the rights of others or violate any Law; (ii) if Licensor determines in good faith that its Materials are unsuitable for the manufacture of first-class commercial quality exploitation materials; or (iii) due to Force Majeure.

15.2. **Suspension:** The Term will be extended for the length of each suspension. Suspension will not be a material breach of this Agreement and Distributor will only be entitled to incidental damages, but not direct or consequential damages (such as "lost profits"), for any suspension. If any suspension extends Initial Delivery of the Picture beyond the Outside Delivery Date, then the Picture will be treated as immediately withdrawn on the Outside Delivery Date without the necessity of any Notice. Otherwise, if any suspension lasts more than three (3) consecutive months, then either Party may terminate this Agreement on ten (10) days' Notice and treat the Picture as withdrawn.

15.3. **Withdrawal:** If the Picture is withdrawn, then Licensor must promptly offer to substitute a Motion Picture of like quality mutually satisfactory to Licensor and Distributor without additional charge. If the Parties cannot agree on such a substitute within thirty (30) days of Licensor's Notice of withdrawal, then either Party may terminate this Agreement for the affected Picture by Notice to the other Party. If termination occurs before First Release, Distributor will be entitled to a refund from Licensor of the entire Guarantee actually paid and all unrecouped Recoupable Costs incurred up to the date of termination. If termination occurs after First Release, Distributor will be entitled to a refund from Licensor of an equitable portion of the unrecouped Guarantee actually paid and all unrecouped Recoupable Costs incurred up to the date of

termination in consideration of the exploitation of the Licensed Rights in the affected Picture. Distributor's sole remedy for any such termination due to withdrawal will be to receive such refund and in no case may Distributor collect any consequential damages (including "lost profits") for any withdrawal. If, within three (3) years after the Picture is withdrawn, Licensor elects to again release the Picture in the Territory, Distributor will have a First Negotiation Right to acquire any Licensed Rights in the Picture.

15.4. **Force Majeure:** Force Majeure means any fire, flood, earthquake, or public disaster; strike, labor dispute or unrest; unavoidable accident; breakdown of electrical or sound equipment; failure to perform or delay by any laboratory or supplier; delay or lack of transportation; embargo, riot, war, insurrection, or civil unrest; any Act of God including severe inclement weather; any act of legally constituted authority; inability to obtain sufficient material, labor, transportation, power, or other essential commodity or service required for the conduct of either Party's business or any other cause beyond the reasonable control of either Party.

16. TERMINATION, DEFAULT, BREACH AND REMEDIES

16.1. **Distributor's Default:** Distributor will be in default under this Agreement for failure to perform any of its obligations under this Agreement, including making any payments, as and when due. Distributor will be in material default if: (i) Distributor fails to pay all installments of the Guarantee due on or before Initial Release of the Picture; (ii) Distributor becomes insolvent, seeks relief under any insolvency Law, or allows an insolvency representative to be appointed who is not removed within thirty (30) days; (iii) Distributor attempts to make any assignment or delegation without first obtaining Licensor's approval under Paragraph 21.1.; or (iv) Distributor's default is substantially likely to cause Licensor significant harm or to deprive Licensor of a significant benefit of this Agreement. If this Agreement applies to more than one Picture, then at Licensor's election a default for one Picture will be a default for any or all Pictures.

16.2. **Distributor's Cure and Breach:** Licensor will give Distributor Notice of any claimed default. If the default is capable of cure, then Distributor will have fourteen (14) days after receipt of Licensor's Notice to cure a monetary default, and twenty-one (21) days after its receipt to cure a non-monetary default. If the default is incapable of cure, or if Distributor fails to cure within the allowed time, then Distributor will be in breach of this Agreement. An uncured material default will be a material breach. Licensor may then proceed against Distributor for all available relief for the particular breach, including seeking recoverable damages, terminating this Agreement for a material breach, and declaring all unpaid amounts due Licensor under this Agreement immediately due and payable. If this Agreement covers multiple Pictures, Licensor may exercise any available termination right for the affected Picture or for any or all other Pictures.

16.3. **Licensor's Default:** Licensor will be in default under this Agreement for failure to perform any of its obligations under this Agreement as and when due. Licensor will be in material default if: (i) Licensor fails to give Distributor a Notice of Initial Delivery before the Outside Delivery Date, or otherwise fails to complete Delivery in a timely manner as required in Paragraph 12.5.3.; (ii) the Picture as Delivered does not contain a Key Element (or approved Key Replacement) under Paragraph 2.2., or contains an unapproved Key Replacement under Paragraph 2.3.; (iii) Licensor becomes insolvent, seeks relief under any insolvency Law, or allows an insolvency representative to be appointed who is not removed within thirty (30) days; (iv) Licensor fails to pay a refund of the Minimum Guarantee, if and when due; or (v) Licensor's default is substantially likely to cause Distributor significant harm or to deprive Distributor of a significant benefit of this Agreement. Any default by Licensor is limited to the particular Picture affected,

and no default by Licensor as to any one Picture or agreement with Distributor will be a default as to any other Picture or agreement with Distributor.

16.4. **Licensor's Cure and Breach:** Distributor will give Licensor Notice of any claimed default. Licensor will have fourteen (14) days after receipt of Distributor's Notice to cure a monetary default, and twenty-one (21) days after its receipt to cure a non-monetary default. If the default is incapable of cure, or Licensor fails to cure within the allowed time, then Licensor will be in breach of this Agreement. An uncured material default will be a material breach. Distributor may then proceed against Licensor for all available relief for the particular breach, including seeking recoverable damages and terminating this Agreement for a material breach.

16.5. **Recoverable Damages:** Each Party may only seek to recover incidental or direct damages occasioned by any breach. Each Party waives any right to seek special, consequential, or punitive damages, including "lost profits" from any breach. This waiver is an independent covenant that survives the failure of essential purpose of any other remedy, even if limited. Nothing in this Agreement limits Licensor's remedies for infringement claims for any exploitation of the Picture by other than the Licensed Rights, outside the Territory, or before or after the Term.

16.6. Termination:

16.6.1. **Operation:** A Party may terminate this Agreement for a material breach by the other Party. A Party effects such termination by giving Notice of so doing to the other Party. The termination is effective upon the later of receipt of the Notice or date specified in the Notice. A Notice of Termination is required in addition to any Notice of default or breach. Upon termination all applicable unperformed obligations of both Parties for the affected Picture(s) are discharged but each Party retains all its remedies, including seeking any available recoverable damages, and remains liable for any breach or failure of any representation or warranty occurring before termination. Upon termination all Licensed Rights in the affected Picture(s) revert to Licensor, and Licensor will be free, and if necessary, Distributor grants to Licensor the right, to exploit or authorize exploitation throughout the Territory of any Licensed Rights for the affected Picture(s), but Licensor has no obligation to do so. Upon termination, Licensor will have no obligation to make any further Delivery for the affected Picture(s) and Distributor will promptly return to Licensor all Delivery Materials received by Distributor for the affected Picture(s).

16.6.2. **Sublicenses:** Upon termination, Distributor will provide Licensor with all documents regarding all subdistribution and agency agreements ("sublicenses") entered into by Distributor for the affected Picture(s). Upon the effective date of termination, all such sublicenses will also terminate except as provided in this Paragraph. If allowed in the sublicense and Licensor and Distributor mutually agree, or if Licensor, Distributor and the sublicensee mutually agree, Distributor may continue to service the sublicense including making collections and recoupments from Gross Receipts in accordance with this Agreement but may not conclude any new sublicenses. Otherwise, if Licensor and the sublicensee mutually agree each in their sole discretion, Licensor may assume the sublicense and retain all Gross Receipts derived from the sublicense itself provided Licensor will hold Distributor harmless from any claim by the sublicensee for any failure of performance by Licensor.

16.7. **Arbitration:** Any controversy or claim arising out of or relating to this Agreement, or the breach thereof, shall be determined by arbitration administered by the International Centre for Dispute Resolution in accordance with ICDR International Arbitration Rules for IFTA Arbitrations (the "Rules") effective as of the commencement of the arbitration.

17. INTELLECTUAL PROPERTY PROTECTION PROVISIONS

17.1. **Requirements:** Distributor will include on each Copy of the Picture distributed under its authority any copyright notice, trademark notice, anti-piracy warning and RMI included on any Delivery Materials or otherwise supplied by Licensor.

17.2. **Enforcement:** Distributor will take all reasonable steps to prevent infringement or unauthorized use of the Picture in the Territory, including monitoring for infringement. Licensor at its election may independently retain its own intellectual property protection monitoring service. Licensor may participate in any copyright infringement litigation initiated by Distributor using counsel of Licensor's choice, in which case Licensor's expenses will be first reimbursed from any recovery. If Distributor declines to undertake any copyright infringement litigation, Licensor may do so at its own expense, in Licensor's or Distributor's name, with Licensor recovering all of its costs of suit, including reasonable attorney's fees, from first recoveries in such litigation, and the balance remitted to Distributor as Gross Receipts.

17.3. **New Technology:** If during the Term new technology in general commercial use in the Territory inhibits the unauthorized duplication, reception, access, downloading or exploitation of the Picture or its Copies, then Distributor will use such technology in a reasonable manner in exploiting the Licensed Rights in the Picture. Distributor may deduct the reasonable cost of so doing as a Recoupable Cost with prior Notice of Licensor's approval.

17.4. **No Warranty Against Infringement:** The Parties acknowledge that it is in their mutual interest to prevent infringement and unauthorized distribution of the Picture in the Territory. Distributor has also taken all necessary steps to inform itself of any infringement of the Picture in the Territory before executing this Agreement. No infringement or unauthorized distribution of the Picture, whether before or after the Effective Date, will allow Distributor to terminate this Agreement, reduce any amounts due to Licensor, or alter the terms of exploitation including any Holdbacks. Licensor will cooperate with Distributor to prevent or remedy any such act of infringement or unauthorized distribution of the Picture.

18. LICENSOR'S REPRESENTATIONS AND WARRANTIES

18.1. **Licensor:** Licensor represents and warrants to Distributor that the following are true and correct as of the Effective Date and during its Term:

18.1.1. Licensor has full authority and capacity to execute this Agreement and full legal and financial ability to perform all of its obligations under this Agreement;

18.1.2. There are no existing or threatened claims, arbitration, or litigation which would adversely affect or impair any of the Licensed Rights in the Territory during the Term;

18.1.3. Licensor has not licensed, encumbered, or assigned any Licensed Right to any other Person in the Territory in a manner that would interfere with Distributor's exclusive exploitation of any Licensed Right granted exclusively, and will not do so during the Term;

18.1.4. Licensor will not exploit or authorize exploitation of any Reserved Right in the Territory before the end of the applicable Licensor Holdback period;

18.1.5. The Picture was produced by authors who are nationals of or have their habitual residence in, or was first published or simultaneously first published in, a country which at the time of such production or publication was a signatory to the Berne Convention for the Protection of Literary and Artistic Works and Licensor has not done any act or omitted to do any act which would impair the copyright in the Picture within the Territory during the Term;

18.1.6. Neither the Picture nor the exploitation of any Licensed Rights does or will during the Term: (i) defame, or hold in a false light, or infringe any privacy or publicity or other

personal right of any Person; or (ii) infringe any copyright, trademark, trade secret, right of ideas, or similar property right of any Person. To the best of Licensor's knowledge, as of the Effective Date, no use of any of the Delivery Materials does or will infringe any patent rights of any Person; and

18.1.7. Licensor has undertaken reasonable efforts to ensure that its suppliers of essential special effects and other digital information embodied in the Delivery Materials have not included any electronic self-help instructions that will cause such digital information to cease operation of its own accord in such a manner as to materially impair Distributor's use of such Delivery Materials.

18.2. **Sales Agent:** If applicable, represents and warrants, the following are true and correct throughout the Term:

18.2.1. Sales Agent has full authority from Licensor to execute this Agreement on Licensor's behalf and, if so executed, (i) Licensor will be bound by this Agreement, including the arbitration provisions in Paragraph 16.7., and (ii) Sales Agent agrees to the arbitration provision in the Additional Terms and Paragraph 16.7.; and

18.2.2. Licensor has made to Sales Agent representations and warranties substantially comparable to those in Paragraph 18.1. and in case of a breach of any representation or warranty in Paragraph 18.1., Distributor agrees to look directly to the Licensor and not to Sales Agent for any remedies Distributor might have for such breaches.

18.2.3. If Sales Agent collects any monies on behalf of Licensor under this Agreement, Sales Agent will timely pay Licensor, or its designee, the amounts due.

19. DISTRIBUTOR'S REPRESENTATIONS AND WARRANTIES

19.1. Distributor represents and warrants to Licensor that the following are true and correct throughout the Agreement Term:

19.1.1. Distributor has full authority and capacity to execute this Agreement and full legal and financial ability to perform all of its obligations under this Agreement;

19.1.2. There are no existing or threatened claims, arbitration, or litigation which would adversely affect or impair Distributor's ability to perform under this Agreement;

19.1.3. Distributor will honor all restrictions on the exploitation of the Licensed Rights and the Allied Rights under this Agreement and will not exploit any Licensed Right outside the Territory, before the end of its Holdback, or after the Term;

19.1.4. No authorized exploitation of any Allied Rights by Distributor does or will: (i) defame, or hold in a false light, or infringe any privacy or publicity or other personal right of any Person; or (ii) infringe any copyright, trademark, trade secret, right of ideas, or similar property right of any Person; or (iii) to the best of Distributor's knowledge at the time of its creation, infringe any patent rights of any Person.

19.2. In case of any authorized transfer of this Agreement under Paragraph 21.1., Distributor makes the following additional representations and warranties to Licensor:

19.2.1. The assignee can and will make all of the representations and warranties set forth above in Paragraph 19.1. directly to Licensor; and

19.2.2. If the assignee breaches any of those representations and warranties, then Licensor, in addition to any other right or remedy, may proceed directly against Distributor for such breach without first proceeding against the assignee or exhausting any right or remedy against the assignee.

20. INDEMNITIES

20.1. **By Licensor:** Licensor will indemnify and hold harmless Distributor, its officers, directors, partners, owners, members, shareholders, employees, attorneys, and agents, from all third-party claims, loss, liability, damages, or expenses, including, reasonable outside attorneys' fees and costs of suit, but not including lost profits, due to any breach or failure of any of Licensor's representations or warranties. Licensor will honor this indemnity despite any assignment of this Agreement. If Licensor is acting as an agent, these indemnities are also made directly by Licensor's principal to Distributor, but Distributor will look only to Licensor's principal to honor them.

20.2. **By Distributor:** Distributor will indemnify and hold harmless Licensor, its officers, directors, partners, owners, members, shareholders, employees, attorneys, and agents, from all third-party claims, loss, liability, damages or expenses, including reasonable outside attorneys' fees and costs of suit, but not including lost profits, due to any breach or failure of any of Distributor's representations or warranties. Distributor will honor this indemnity despite any assignment, transfer, sublicense, or appointment of an agent.

21. ASSIGNMENT AND SUBLICENSING

21.1. **Distributor's Limitations:** Distributor may not assign this Agreement or delegate its duties in whole or in part, whether voluntarily or involuntarily, without prior Notice of Licensor's approval and any attempt to do without such prior Notice will be void. A transfer of a controlling interest in Distributor's capital stock or other evidence of ownership will be deemed an assignment requiring Licensor's approval. As a condition to giving approval, Licensor may require the assignee or delegate to give Licensor a Notice assuming the obligations under this Agreement. Distributor may use a customary sublicensee or agent in the Territory to exploit any Licensed Rights provided that so doing does not diminish Licensor's share of Gross Receipts or increase Recoupable Costs and such sublicensee or agent gives Licensor a Notice agreeing to abide by all the terms and conditions of this Agreement. This Agreement will be binding on any authorized assignee, transferee, sublicensee, or agent but will not release Distributor from its obligations under this Agreement.

21.2. **Licensor's Rights:** Licensor may freely assign or transfer this Agreement or any of its rights under this Agreement, but no such assignment or transfer will relieve Licensor of its obligations under this Agreement, unless it is to a company which acquires all or substantially all of Licensor's assets and fully assumes all of Licensor's obligations under this Agreement.

21.3. **Licensor's Assignment for Financing Purposes:** If Licensor grants a security interest in, or assigns its right to receive any payment under this Agreement, to a lender, completion guarantor, or other Person in connection with any loan or financing for the Picture, then Distributor will promptly on request negotiate in good faith and execute a customary and mutually agreed Notice of Assignment that does not diminish the rights set forth in this Agreement. Distributor agrees to abide by consistent instructions contained in a Notice from Licensor and such Person in making any payments otherwise due Licensor directly to such Person. Distributor agrees not to assert any offset rights to delay, diminish, or excuse the payment of any sums assigned to such Person. Instead, Distributor will treat such offsets or other rights as a separate and unrelated matter solely between Licensor and Distributor.

22. NOTICE PROVISIONS

22.1. **Notice:** A Notice means any communication required or allowed under this Agreement. All Notices must be in a record authenticated by the sender, but a text message or

instant message will not qualify as a Notice. Notice sent by personal delivery or mail will be effective when received or if there is proof of refused delivery by the recipient. Notice sent by fax or e-mail will be effective when the sender receives an acknowledgement showing receipt by the recipient. A Notice of Termination or Material Breach sent by fax or e-mail must be accompanied by Notice sent by non-electronic means to be effective.

22.2. **Place to Send Notice:** All Notices must be sent to a Party at its address on the Cover Page, except a Party may change its place for notice by Notice duly given. If a Party is no longer located at its place for Notice, the sender may give Notice by sending Notice to the receiving Party's last known address and providing a copy to a public official, if any, in the jurisdiction where such address is located designated to receive notice for absent parties, such as a Secretary of State, Company Commissioner, or other appropriate authority.

22.3. **Notice Time Periods:** All time periods in this Agreement based on Notice run from the date the recipient receives, or is deemed to have received, such Notice.

23. MISCELLANEOUS PROVISIONS

23.1. **Approvals:** Where either Party may exercise any approval, it will do so promptly and in good faith, but in so doing, a Party need not place the other Party's interests ahead of its own.

23.2. **No Waiver:** No waiver of any breach will waive any other breach. No waiver is effective unless it is contained in a Notice by the Party making the waiver. The exercise of any right or remedy will not waive any other right or remedy.

23.3. **Remedies Cumulative:** All remedies are cumulative; resorting to one remedy will not preclude resorting to any other remedy at any time.

23.4. **Entire Agreement:** This Agreement contains the entire understanding of the Parties regarding its subject matter. It supersedes all previous written or oral negotiations, deal memos, understandings or representations between the Parties, if any. Each Party expressly waives any right to rely on such negotiations, understandings or representations, if any.

23.5. **Modification:** No modification or amendment of this Agreement is effective unless contained in a record authenticated by both Parties.

23.6. **Severability:** If any provision of this Agreement is determined to be invalid or illegal under any applicable Law the remaining provisions of this Agreement will remain in effect unless the invalid or illegal provision was a material part of the consideration for a Party to enter into this Agreement. In such case, upon request both Parties will negotiate in good faith in an attempt to modify this Agreement to comply with the applicable Law and to maintain the original intent of the Parties as closely as possible, failing which either Party may seek to rescind this Agreement for a material failure of consideration to the extent allowed by applicable Law.

23.7. **Counterparts:** This Agreement may be executed in Counterparts, each of which will be an original but all of which together will form one instrument.

23.8. **Terminology:** In this Agreement "and" means all possibilities, "or" means any or all possibilities in any combination, and "either...or" means only one possibility. "Including" means "including without limitation"; "must" or "will" means a Party is obligated to act or refrain from acting; "may" means a Party has the right but is not obligated to act or refrain from acting.

23.9. **Additional Documents:** Upon reasonable request, each Party will execute and deliver such additional documents or instruments as are necessary to evidence, effectuate or confirm this Agreement.

23.10. **E-Commerce:** No record relating to this Agreement, including this Agreement itself or any Notice, may be denied legal effect, validity, or enforceability solely because an electronic signature or electronic record was used in its formation or transmission.

23.11. **Service of Process:** Any petition, notice, or legal process in any action to confirm, enforce, or challenge an arbitration award issued pursuant to the arbitration provisions of this Agreement may be served in the same manner as giving Notice under Paragraph 22. of this Agreement.