

Conditions and procedure for obtaining DVB CSA3 algorithm

DVB-CSA3 Descrambling System

The proposed Licensee submits to Sisvel two copies of the completed License agreement, signed by the proposed Licensee. At the same time the proposed Licensee makes the payments of the non-refundable administrative charge of 2.600,00 € (Euros) and 2.000,00 € (Euros) initial royalty as specified in the schedule of payments of the DVB-CSA3 descrambling system license and non-disclosure agreement.

DVB-CSA3 Scrambling System

The proposed Licensee submits to Sisvel two copies of the completed License agreement, signed by the proposed Licensee. At the same time the proposed Licensee makes the payments of the non-refundable administrative charge of 2.600,00 € (Euros) and 2.000,00 € (Euros) royalty as specified in the schedule of payments of the DVB-CSA3 Scrambling system license and non-disclosure agreement. There is also a royalty for each DVB-CSA3 Scrambler sold during prior calendar year as below indicated.

After the proposed Licensee has completed the steps outlined above, on behalf of the Companies the Custodian will, within 60 days, decide whether the proposed Licensee meets the Conditions for a license and in positive case deliver the relevant DVB-CSA3 specification and other confidential information needed for implementing the algorithm.

Economic Conditions

The royalties due for a license under the DVB-CSA3 algorithm are as follows:

Common Scrambling Algorithm (CSA)	initial royalty on signature	royalty rate per DVB-CSA3 Scrambler unit on annual basis
DVB-CSA3 Descrambling System	2.000 € (Euros)	N/A
DVB-CSA3 Scrambling Technology	2.000 € (Euros)	32,00 € (Euros)

On or before March 31, of each year, the royalty of 32 € (thirty-two Euros) for each DVB-CSA3 Scrambler unit sold during the previous calendar year is due. Furthermore, a non-refundable administrative charge of 2.600 € (Euros) is due on signature of the agreement.

Payment Terms

All payments shall be made in Euros (€): **Non-refundable administrative charge of the Custodian (SISVEL).**

The amount to be paid, at the time the License Agreement, executed by the proposed Licensee, is submitted to the Custodian, to the account indicated by SISVEL in the issuing invoice.

Royalties fee

At the time the License Agreement (executed by the proposed Licensee), is submitted to the Custodian, the billing details cannot be issued. For this reason, the royalties fee invoice will be issued to your company at a later stage.

Any payment shall be paid exclusive of value-added taxes, bank charges, withholding and other taxes and duties, all which shall be borne by the Licensee.

If you need further information, please contact SISVEL at: dvbcsa@sisvel.com