

# **License Agreement Introduction**

## **1. The parties agree as follows:**

### **1.1. GRANT OF LICENSE.**

1.2. **PAYMENT OF ROYALTY.** Licensee will pay to DTSrainguard a royalty which shall be calculated as shown in the “*Royalty Payment Addendum*”

## **2. CONFIDENTIAL INFORMATION. NDA Required.**

## **3. Installation and Training.** Training for fabrication and installation will be provided.

## **4. Procurement Addendum.**

4.1. Licensee have the right to purchase material directly at cost in-lieu of Royalty Payments.

4.2 Purchasing of DTS materials. All purchasing of material to make a DTS assembly will be done as per the “*Purchasing Addendum*” including method of shipping materials.

## **5. Royalty Payment Addendum.**

5.1. Royalties will be paid to the Licensor as follows: