

MPEG-2 License Terms: Summary¹

- **MPEG-2 Decoders** - \$2.50 from Jan. 1, 2002 (\$4.00/unit before Jan. 1, 2002), but \$2.00 under the new extended License from the later of January 1, 2010 or execution date
- **MPEG-2 Encoders** - \$2.50 from Jan. 1, 2002 (\$4.00/unit before Jan. 1, 2002), but \$2.00 under the new extended License from the later of January 1, 2010 or execution date
- **Consumer Products** - \$2.50 from Jan. 1, 2002 (\$6.00 per unit before Jan. 1, 2002), but \$2.00 under the new extended License from the later of January 1, 2010 or execution date

¹This summary is for information purposes only. The MPEG-2 Patent Portfolio License provides the only definitive and reliable statement of license terms.



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- MPEG-2 Packaged Medium
 - \$0.03 from March 1, 2003 for the first MPEG-2 Video Event* per copy (U.S. \$0.04 before Sept. 1, 2001, \$0.035 from Sept. 1, 2001 – Feb. 28, 2003), but \$0.0176 during 2010 and \$0.016 after 2010 from the later of January 1, 2010 or execution date of the new extended License, plus
 - U.S. \$0.01 for each additional 30 minutes or portion recorded on the same copy
 - Not to exceed
 - U.S. \$0.03 for a single movie (U.S. \$0.04 before Sept. 1, 2001, US \$0.035 from Sept. 1, 2001- Feb. 28, 2003), but \$0.0176 during 2010 and \$0.016 after 2010 from the later of January 1, 2010 or execution date of the new extended License
 - U.S. \$0.02 for the second movie recorded on the same copy as the first movie
 - U.S. \$0.01 for each copy having a normal playing time up to and including but not more than 12 minutes of MPEG-2 video
 - As an alternative to the above, effective September 1, 2005, Licensees may elect a simplified option for reporting MPEG-2 Packaged Medium royalties under which they pay the applicable MPEG-2 Video Event rate for each MPEG-2 video disc regardless of its specific content or playing time (except where the playing time is 12 minutes or less in which case the royalty would continue to be \$0.01)

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² *MPEG-2 video information with normal playing time up to 133 minutes

