

### **EVS Patent Portfolio License Briefing\***

\*This presentation is for information purposes only. Actual license agreements provide the only definitive and reliable statement of license terms.

## **Objective**

 Offer an alternative license for the convenience of users enabling them to acquire patent rights necessary for the EVS Standard (see slide 3) from multiple patent holders in a single transaction as an alternative to negotiating separate licenses



## Coverage

#### EVS Standard as defined in

- o 3GPP TS 26.441 "Codec for Enhanced Voice Services (EVS); General Overview"
- o 3GPP TS 26.442 "Codec for Enhanced Voice Services (EVS); ANSI C code (fixed-point)"
- o 3GPP TS 26.443 "Codec for Enhanced Voice Services (EVS); ANSI C code (floating-point)"
- 3GPP TS 26.444 "Codec for Enhanced Voice Services (EVS); Test Sequences"
- o 3GPP TS 26.445 "Codec for Enhanced Voice Services (EVS); Detailed Algorithmic Description"
- 3GPP TS 26.446 "Codec for Enhanced Voice Services (EVS); AMR-WB Backward Compatible Functions"
- 3GPP TS 26.447 "Codec for Enhanced Voice Services (EVS); Error Concealment of Lost Packets"
- o 3GPP TS 26.448 "Codec for Enhanced Voice Services (EVS); Jitter Buffer Management"
- o 3GPP TS 26.449 "Codec for Enhanced Voice Services (EVS); Comfort Noise Generation (CNG) Aspects"
- o 3GPP TS 26.450 "Codec for Enhanced Voice Services (EVS); Discontinuous Transmission (DTX)"
- o 3GPP TS 26.451 "Codec for Enhanced Voice Services (EVS); Voice Activity Detection (VAD)"



## Coverage

- Each patent is essential to the EVS Standard (slide 3)
- Patent holders submitted patents for evaluation of their essentiality by independent patent experts
- Worldwide coverage (including essential counterparts)
- Licensors include all essential patents



## Coverage

- Patent List (Attachment 1) to the License is updated regularly
  - http://www.mpegla.com/main/programs/EVS/Pages/ PatentList.aspx
- Coverage from first market use of EVS by Licensee
- New Licensors and essential patents may be added at no additional royalty during the current term



## **Current Patent Owners**

- Fraunhofer-Gesellschaft zur Foerderung der angewandten Forschung e.V.
- JVC KENWOOD Corporation
- Nippon Telegraph and Telephone Corporation (NTT)
- NTT DOCOMO, INC.
- Panasonic Corporation
- Telefonaktiebolaget LM Ericsson



## **License Grants and Royalties**

EVS Clients and EVS Mobile Clients (per unit)

O	0 to 50,000 Units/year	US \$0.00
	0 to 50,000 Units/year US \$0.00 (available to one Legal Entity in an affiliated group)	
O	50,001 to 10 million Units/year	<b>US</b> \$0.70
O	10,000,001 to 20 million Units/year	US \$0.60
O	20,000,001 to 50 million Units/year	US \$0.50
0	50,000,001 to 100 million Units/year	<b>US \$0.45</b>
O	Units in excess of 100 million annually	US \$0.40

#### EVS Network Devices

Royalties waived during the initial term

### Related Terms

- Royalties payable for products from January 1, 2016 forward
- o Includes right to make, use and sell



## **Term**

- Current term through December 31, 2022
- Renewable for successive 5-year periods for the life of any Portfolio patent on reasonable terms and conditions
- Rate Protection on Renewal royalties for EVS Clients and EVS Mobile Clients will not increase by more than 20% at each renewal



# **Other Important Provisions**

- Most Favorable royalty rates clause
- Licensee data is protected as confidential
- Grant-back on essential patents similar in scope to license grants

