EVS Patent Portfolio License Briefing*

*This presentation is for information purposes only. Actual license agreements will 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**
  - 3GPP TS 26.441 "Codec for Enhanced Voice Services (EVS); General Overview"
  - 3GPP TS 26.442 "Codec for Enhanced Voice Services (EVS); ANSI C code (fixed-point)"
  - 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"
  - 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"
  - 3GPP TS 26.448 "Codec for Enhanced Voice Services (EVS); Jitter Buffer Management"
  - 3GPP TS 26.449 "Codec for Enhanced Voice Services (EVS); Comfort Noise Generation (CNG) Aspects"
  - 3GPP TS 26.450 "Codec for Enhanced Voice Services (EVS); Discontinuous Transmission (DTX)"
  - 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
  o [https://www.mpegla.com/programs/evs/patent-list/](https://www.mpegla.com/programs/evs/patent-list/)

• 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
Patent Owners

• See https://www.mpegla.com/programs/evs/licensors/
License Grants and Royalties

- EVS Clients and EVS Mobile Clients (per unit)
  - 0 to 50,000 Units/year US $0.00
    (available to one Legal Entity in an affiliated group)
  - 50,001 to 10 million Units/year US $0.70
  - 10,000,001 to 20 million Units/year US $0.60
  - 20,000,001 to 50 million Units/year US $0.50
  - 50,000,001 to 100 million Units/year US $0.45
  - 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
  - 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