February 12, 1986

571-017 Copy to. J. Chowning 2/19/86

TELEX TO:

Maki Kamaiya

Patent Chief

Nippon Gakki Hamamatsu

Japan

TELEX NO.:

NGAKKI A J59597

FROM:

Niels Reimers Acting Director

Technology Licensing Office

Massachusetts Institute of Technology

Room E19-722

SUBJECT:

FM License Agreement

Dear Mr. Kamiya:

Sorry for this late response to your telex. I am on sabbatical at M.I.T. and will return to Stanford in June.

We do not of course object to payments one month earlier than before but feel the maximum royalty should continue at 450,000 dollars for each period, including the shortened November 85 to March 86 period.

However, on the good news side, we are willing to discuss an extension of the period of exclusivity for patent rights in Japan, when we meet to discuss subsystem and LSI royalties. It would be preferable to have that meeting in Japan this Fall, if that is OK with you.

Best Regards,

Niels Reimers

Please Charge To Account Number 13564

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Room E19-722