

For subscribers to a Music Supply Service Understanding Your Schedule B

① When you subscribe to a Music Supply Service, it is important to understand that you do not own the CDs – you are renting them. The CDs are still the property of the Music Supply Service and you do not have the right to copy, sell, rent, give away or lend these CDs. If you copy, sell, rent, give away or lend these CDs, your subscriber agreement will be terminated and you will have to return all CDs, at your expense, to the Music Supply Service.

② The sound recordings on a Music Supply Service CD are owned by the record companies. You may only keep the CDs as long as the Music Supply Service is licensed by Connect Music Licensing. If the Music Supply Service is no longer licensed by Connect Music Licensing, you will receive a written notice and must return all the CDs you have rented to the Music Supply Service or to Connect Music Licensing.

③ Each CD you rent from a Music Supply Service will have its own unique serial number and the Connect Music Licensing warning on the CD and on the packaging as follows:

“For restricted use only. Subject to Recall. NOT FOR SALE. Reproduction of this [CD, cartridge, cassette or other contrivance] is strictly prohibited. *Sound Recordings licensed by Connect Music Licensing are the property of copyright owners, all rights reserved. This [CD, cartridge, cassette or other contrivance] may contain a forensic identification that identifies the [CD, cartridge, cassette or other contrivance] and enables the tracking of any copies made or further distribution of this [CD, cartridge, cassette or other contrivance]”. If you purchased this [compact disc, cartridge, cassette or other contrivance] please send an email to info@connectml.ca.”

SCHEDULE “B” ACKNOWLEDGMENT

I, _____, of the City/Town of _____ in the Province of _____ state that, I the Proprietor/Partner/Director or Officer of _____ whose head office is located at _____, is a commercial subscriber and leases Digital Programs from «COMPANY».

That «COMPANY» has entered into a music supply licensing agreement with CONNECT MUSIC LICENSING SERVICE INC. (“CONNECT”). I/We acknowledge that as a commercial subscriber and lessee of «COMPANY»,

_____ is subject to the terms and conditions of the agreement between CONNECT and «COMPANY» including but not limited to the following:

- ① 1) Recorded musical compositions embodied on compact discs leased from «COMPANY» are not to be duplicated, sold or otherwise distributed, pledged, mortgaged or in any other way encumbered. Any such action will terminate the lease and all Digital Programs and any duplications must be immediately returned to «COMPANY» at subscriber’s expense.
- ② 2) The copyright in the recorded musical compositions embodied on compact discs leased from «COMPANY» are the property of AVLA member Record Companies.
- ③ 3) The term of any lease agreement for compact discs with «COMPANY» is subject to and terminates upon termination of the CONNECT /«COMPANY» licensing agreement and all «COMPANY»’s compact discs must be returned to «COMPANY» or CONNECT upon written notice of termination.

③ I acknowledge that compact discs which are licensed through AVLA and supplied by «COMPANY» will have a warning including the words “CONNECT” as well as a unique identifying number.

Dated at _____ this _____ day of _____, 2007, _____
Signature