CONTRACT OF UNILATERAL REPRESENTATION OF MECHANICAL RIGHTS

Between the undersigned

AMAR.,L'Associacao de Musicos, Arranjados e Regentes whose registered office is at RIO DE JANEIRO,Avenida Rio Branco, 257/r. 407 Centro

Represented by his presdent Mr. Mauricio Tapajos

on the one part

and

ACUM LTD., Society of Authors, Composers an Music Publishers in Israel, whose registered office is at 118-120 Rotschild Boulevard, P.O.Box 14220 Tel-Aviv 61140, ISRAEL. Represented by Ran KEDAR, Director General,

on the other part;

(hereafter defined as the "Contracting Societies").

IT IS AGREED AS FOLLOWS:

Article 1

- (I) Under the present contract AMAR entrusts to ACUM the management of the rights defined below, for the territories specified in Article 3.
- (II) The object of the management of the rights referred to above is the recording and mechanical reproduction of the works of the repertoire of AMAR and the distribution in any form, or in any place of the recordings and reproductions thus produced, in the respective operating territory of ACUM .
- (III) The repertoire of AMAR include dramatico-musical and musical works, with or without texts, for which the Mechanical Right Owners have entrusted or shall entrust the administration of these rights for the duration of the present contract.
- (IV) The rights for the recording and mechanical reproduction referred to in the present contract apply to any method of recording and reproduction, excluding graphic reproduction.

Article 2

AMAR shall notify ACUM in writing of any limitations or reservations in the contents of its repertoire and in its administrative rights.

Article 3

The operating territory entrusted to ACUM by AMAR consits of the State of Israel.



Article 4

In any case when a total license is collected, ACUM will determine the share due to the works of the repertoire of AMAR following the same rules as for the works of its own repertoire.

Articele 5

AMAR undertakes to provide ACUM regularly with the documentation necessary for the carrying out of the present contract.

Article 6

ACUM will effect the distribution of sums collected for the account of AMAR in the same manner as to its own members, and at least once yearly, in the form of a statement (lists of the works in alphabetical order of titles) following the documentation provided in the preceding Article 5. These sums are payable as soon as the distribution is complete and should be transferred without delay to the AMAR.

Article 7

(I) ACUM will apply the following retainer rates to the gross amount of the payments effected in the implementation of this contract:

Phono/Video 20% Radio/TV 20%

(II) The retainer rates applied to sums collected from other operations will be fixed by common consent between the Contracting Societies.

Article 8

AMAR shall have the right to inspect all the operations of ACUM relating to the implementation of the present contract.

Article 9

The present contract is subject to all the provisions of the BIEM statutes and relevant decisions by the competent official bodies of BIEM.

Article 10

The allocation of sums collected in respect of works recorded and reproduced in the territoire of AMAR shall be made, in accordance with the distribution rules of ACUM, having regard, nevertheless, to the following:

In the case of a work, the parties interested in which are not all members of the same Society but whom none is a member of ACUM, the royalties shall be distributed in accordance with the international index cards.



In the case of contradictory index cards or notifications ACUM may distribute the royalties in accordance with its Rules, except where different interested parties claim the same share, then such share may be put into suspense until agreement has been reached between the Societies concerned.

Article 11

The present contract is entered into for the period from January 1, 1988 to December 31, 1988. It will be renewed by tacit agreement from year to year except for notice of terminaton by one of the Societies sent by registered letter 3 (three) months before the expiry date of the current period.

For AMAR LTD

Mauricio Tapajos

President

At Tel-Aviv

For ACUM LTD.

Ran Kedar () Director General

on April 20, 1988

