

ON THE PARTY BURNEY PROPERTY OFFICE TORY SCHOOL LTD. TORY SCHOOL FOR



AURORA PRODUCTS DIVISION, LOUIS MARK & CO., INC. 633 Sope Street, Satamford, Connecticat 06904,

July 3, 1979

## pear firs :

- "Tomy" agrees to remit to "Aurora" the royalties, doe in respect of sales by "Tomy" in the territory in 1978.
- 2) There is to be a new License Agreement between "Aurora" and "Tomy" covering the three (3) years period from January 1, 1960 to December 31, 1982.
- The conditions of such Agreement are to be similar to those of the existing July 1, 1977 License Agreement between "Aurors" and "Tomy".
- 4) The question of a further License Agreement being concluded for the period from January 1, 1983 to December 31, 1985 is to be discussed and agreed between "Aurora" and "Tomy" before the end of 1981.
- 5) The basis of royalty payments payable to "Aurora" by "Tony" against the Agreement commencing from January 1, 1980 to December 31, 1982 shall be 10% of the "Tony" net selling price to their customers.
- 6) Included in this new Agreement shall be a provision to the effect that "Aurora" will collaborate with "Tony" in the joint design and development by "Aurora" and "Yony" of an improved track design for Aurora AFX Model Motor Racing slot system for sale in the territory.
- 7) The new Agreement shall also include a provision to the effect that "Aurora" and "Tomy" will discuss and agree upon a formula of an annual sales and advertising promotional Financial Allowance by "Aurora" to "Tomy" based upon an annually increasing percentage discount of the annual royalty payable by "Tomy" to "Aurora". Such promotional annual Financial Allowance shall be applicable in the event of "Tomy" manufacturing in the territory Aurora AFX Model Motor Rocing slot track for sale in the territory from molds and tools provided by "Tomy" at the expense of "Tomy".



## TOMY COMPANY, INC.

AURORA PRODUCTS DIVISION, LOUIS MARK & CO., INC. 633 Hope Street, Satamford, Connecticut 04904,

July 3, 1979



## Dear Sire :

- "Tony" agrees to remit to "Aurora" the royalties, due in respect of sales by "Tony" in the territory in 1978.
- 2) There is to be a new License Agreement between "Aurora" and "Tomy" covering the three (3) years period from January 1, 1960 to December 31, 1982.
- The conditions of such Agreement are to be similar to those of the existing July 1, 1977 License Agreement between "Aurora" and "Tomy".
- 4) The question of a further License Agreement being concluded for the period from January 1, 1983 to December 31, 1985 is to be discussed and agreed between "Aurora" and "Tony" before the end of 1981.
- 5) The basis of royalty payments payable to "Aurora" by "Tomy" against the Agreement commencing from January 1, 1980 to December 31, 1982 shall be 10% of the "Tomy" net selling price to their customers.
- 6) Included in this new Agreement shall be a provision to the effect that "Aurora" will collaborate with "Tony" in the joint design and development by "Aurora" and "Tony" of an improved track design for Aurora AFX Model Motor Racing slot system for sale in the territory.
- 7) The new Agreement shall also include a provision to the effect that "Aurora" and "Tony" will discuss and agree upon a formula of an annual sales and advertising promotional Financial Allowance by "Aurora" to "Tomy" based upon an annually increasing percentage discount of the annual royalty payable by "Tomy" to "Aurora". Such promotional annual Pinancial Allowance shall be applicable in the event of "Tomy" manufacturing in the territory Aurora AFX Model Motor Rocing slot track for sale in the territory from molds and tools provided by "Tomy" at the expense of "Tomy".

## OMY COMPANY, INC.

P-S-10 TATELER HATSUSIGNA NU. TORYO JAPAN TEL 893-1031

YOMY MANKFURT OFFICE TOMY HONG KONS LTD

TOMY (SINGAPONE) PTE LTO

AURORA PRODUCTS DIVISION, LOUIS MARX & CO., INC. U.S.A.

Model Motor Racing ... the closest thing to real motor racing."

13) "Aurora" are to prepare a formal legal Agreement for submission to "Tomy", which incorporates the understanding between "Aurora" and "Tomy" as set out in this letter.

Yours faithfully,

TOMY COMPANY, INC.

H. Susinita Duparty/ Merchanding

LOUIS MARK & CO., INC.

R. Wadsworth C

Vice-President, International