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1. **Royalty Rate**: 7.5% of "net sales" on licensed products, due and payable quarterly.  
   [Note: DAPER marks incur a 10% of "net sales" on licensed products, due and payable quarterly.]

2. **License Issue Fee**: One time non-refundable, non-creditable license issue fee of $100, due upon signing. [Note: the DAPER agreement does not incur license issue fee.]

3. **Annual Payments**: $100 due annually to maintain the license; non-refundable and non-creditable to royalty payments. [Note: the DAPER agreement does not incur annual payments.]

4. **Insurance**: Comprehensive general liability insurance policy of $1 million per occurrence and $2 million aggregate.

5. **Some Common Licensed Products**: t-shirts, sweatshirts, jackets, hats, mugs, glassware, jewelry, picture frames, wrapping paper. M.I.T. does not license food or beverages, alcoholic beverages, tobacco products, and products in bad taste. M.I.T. reserves the right to disapprove any product or design at its discretion.

6. **Product and Design Approval**: M.I.T. requires at least 14 days in which to approve or disapprove licensee products and designs.

7. **Marks Available**: In text: "MASSACHUSETTS INSTITUTE OF TECHNOLOGY", "M.I.T." In design: the official M.I.T. logo, the M.I.T. Official Seal, MIT Sloan.

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