Synergex Synergy/DE Product License Agreement (PLA)



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By downloading, accessing, installing, running or using Synergex Synergy/DE products ("Products"), you agree to abide by the terms and conditions below and to ensure that these terms and conditions are not violated by any person or entity under your control or in your service.

If you are using the Products on behalf of a corporation, partnership, limited liability or other company, or other entity, you are agreeing to these terms and conditions for that entity and representing and warranting that you have the authority to bind that entity to these terms. In that case, "Licensee" refers to that organization.

If you are a representative of an authorized reseller of Synergex Products ("Supplier") acting on behalf of one of your customers, you agree to bind your customer to the terms in this Agreement, as specified in your Synergex ISV Agreement, by either incorporating these PLA terms into your product license agreement or having Licensee sign a hard or electronic copy of this Agreement. In that case, "Licensee" refers to your customer.

1. **Definitions**.

- 1.1. "Agreement" means collectively, this Product License Agreement, together with the Licensing Guide and any schedule, exhibit, or other document that references this Agreement.
- 1.2. "Annual License Maintenance" ("ALM") means Synergex's program that provides updates and upgrades for Traditional Licenses. ALM fees are paid annually and remain at the same rate unless users are added or removed. In that case, the license is said to have "woken up" and ALM fees are recalculated by applying the then-current license fees to all products on the license. ALM is required for all Synergy/DE traditional licenses.
- 1.3. "Authorized Maximum Users" means the number of Users ordered by Licensee or Supplier and approved and authorized by Synergex.
- 1.4. "<u>Documentation</u>" means all product manuals, installation instructions, user guides, and all other materials published or otherwise made available by Synergex to customers that describe the functional capabilities of the Products.
- 1.5. "<u>Intellectual Property</u>" means any intellectual property or proprietary rights, including but not limited to copyright rights, moral rights, Trademarks, patent rights (including patent applications and disclosures), know-how, inventions, rights of priority, and trade secret rights, recognized in any country or jurisdiction in the world.
- 1.6. "<u>License Manager</u>" means a software program from Synergex that controls the use of Synergy/DE products. It resides on Licensee's machine (either the same machine as the Synergy/DE products or another machine in Licensee's network).
- 1.7. "<u>Licensing Guide</u>" means Synergex's Synergy/DE Licensing Guide (or successor document) that is current when this Agreement is accepted. The Licensing Guide describes how Synergex Products are licensed and can be found at www.synergex.com/agreements/SDE_LG20181228.pdf.
- 1.8. "Person" means an individual, corporation, partnership, limited liability or other company, or other entity.
- 1.9. "Products" means the Synergex Synergy/DE computer software and Documentation provided to Licensee pursuant to this Agreement, and all patches, modifications, additions, updates, and upgrades thereto.
- 1.10. "Subscription License" means a type of product license issued by Synergex that renews annually and entitles licensees to product updates and to move the license to other platforms. This is Synergex's current license model.
- 1.11. "Supplier" means an authorized reseller of Synergex Products.
- 1.12. "Synergex" means Synergex International Corporation, a California corporation, 2355 Gold Meadow Way, Gold River, California 95670.



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- 1.13. "Synergy License Web Service" means a web service from Synergex that communicates with License Manager running on Licensee's machine. License Manager transmits license data to the Synergy License Web Service and automatically retrieves updated product keys when updates are available.
- 1.14. "<u>Trademarks</u>" means trademarks, service marks, trade names, logos, labels, taglines and designs, whether or not registered.
- 1.15. "<u>Traditional License</u>", also called "non-subscription license", means a type of product license from Synergex that does not expire, cannot be moved to another platform, and requires ALM. Synergex no longer issues new licenses of this type.
- 1.16. "<u>User</u>" means an entity that accesses the Products, including without limitation a person logged in to the computer (in other words, an application user), a process, a service, a browser session, and a mobile app (native or web). A User may access the Products directly or across a network and may access them from a non-Synergy application. See the Licensing Guide for additional details.

2. License Grant.

- 2.1. <u>Grant</u>. Subject to the terms and conditions of this Agreement, Synergex grants Licensee a non-exclusive, non-transferable, revocable license to use the Products only for Licensee's internal business purposes as provided in this Agreement.
- 2.2. <u>Platform</u>. When Licensee orders Products from Synergex, Licensee specifies the platform on which Licensee will use the Products. (Each platform has a different Synergy/DE system code.) If the Products are licensed under a Subscription License, upon notification to Synergex, Licensee may move the Products to a different platform any number of times. If the Products are licensed under a Traditional License, Licensee may only use the Products on the platform for which they were originally ordered.
- 2.3. <u>Concurrent User Licensing</u>. Synergy/DE products are licensed for the number of Users that may use the Products concurrently, which in some cases will be the number of Users of a software application accessing the Products across a network, as further described in the Licensing Guide. (SQL Connection is an exception. See Section 2.3.1.) The Products may only be used concurrently by the Authorized Maximum Users for such Products.
 - 2.3.1. <u>SQL Connection</u>. Licensing for SQL Connection is based on the number of connections made from the Synergy application(s) to third-party databases, as further described in the Licensing Guide.
- 2.4. Obligation to Ensure Accuracy of User Count. Licensee shall ensure at all times that the number of actual Users does not exceed the Authorized Maximum Users and shall promptly inform Synergex or Supplier of any discrepancies between the actual number of Users and the Authorized Maximum Users. Upon request from Synergex or Supplier, Licensee shall promptly provide to Synergex or Supplier full, clear and accurate records of the actual number of Users for each Product during the term of this Agreement, including without limitation the time periods during which they were Users. If the actual number of Users at any time was more than the Authorized Maximum Users, Licensee shall pay to Synergex or Supplier the amounts that would have been paid to Synergex or Supplier had such additional Users been identified as Users for such periods.
- 2.5. Audit. Synergex shall have the right, on reasonable written notice of at least 10 days and during Licensee's regular business hours, but not more than once in each calendar quarter, to audit and inspect Licensee's books of account and records insofar as they relate to the use of the Products. Such audit and inspection shall be at Synergex's expense, unless such audit and inspection shows an underpayment of fees by Licensee to Synergex or Supplier of 5% or more for any time period; in such case, Licensee will reimburse Synergex for the cost and expense of such audit and inspection.
- 2.6. <u>Licensing Guide</u>. Additional details and specific examples of Synergex licensing policies are included in the Licensing Guide, located at http://www.synergex.com/agreements/SDE_LG20181228.pdf. Licensee agrees to the policies and methodologies set forth in the Licensing Guide.
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- 4. **Product Key Updates and License Data Transmission**. License Manager will periodically connect to the Synergy License Web Service, check for product key updates, and automatically download and install product keys. In order for License Manager to obtain these updates, and to ensure proper operation of the Products, License Manager transmits license and usage data from Licensee's machine(s) to the Synergy License Web Service. This data may include without limitation a list of Licensee's licensed products, product keys, registration strings, installation codes, Synergy/DE versions, operating systems and versions, error conditions, licensee names, licensee numbers, and license usage information. By accepting this Agreement, Licensee agrees to have Licensee's machine(s) receive these automatic product key updates and transmit this data without any additional notice. Licensee acknowledges that because License Manager will require access to the Synergy License Web Service, if the machine on which License Manager is running loses connection with the Synergy License Web Service for an extended period of time, the Products may stop working.
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- 6.3. Feedback. From time to time, Licensee may provide to Synergex comments, questions, ideas, or other information about the Products ("Feedback"). Licensee hereby grants to Synergex a non-exclusive, irrevocable, royalty-free license to use, reproduce, incorporate, disseminate, and otherwise exploit any Feedback in its products (provided Synergex does not disclose any confidential information of Licensee). Licensee represents and warrants that Synergex's commercial use of Feedback will not violate the personal, proprietary or intellectual rights of any third party.
- 7. **Fees.** License fee rates and policies are as established in a separate agreement or other authorized arrangement (for example, order schedule, invoice, facsimile, or e-mail) between Licensee and Synergex or between Licensee and Supplier.

8. Term & Termination.

- 8.1. <u>Term</u>. This Agreement will become effective ("Effective Date") when Licensee accepts the terms and conditions of the Agreement, either by clicking an "I ACCEPT" button or by signing a hard or electronic copy of the Agreement, and it will remain in effect in accordance with the appropriate license term specified below.
 - 8.1.1. <u>Subscription License Term</u>. If the Products are licensed under a Subscription License, as typically indicated by an Order Schedule with "Subscription" specified in the product description, the initial





- term of the license will begin on the effective date of the initial Order Schedule for the license and will continue in effect for the period including the month in which the license commenced and the 12 consecutive months thereafter, and (subject to payment of annual subscription fees on a timely basis) thereafter for successive one-year terms, unless terminated as provided herein.
- 8.1.2. <u>Traditional (non-subscription) License Term.</u> If the Products are licensed under a Traditional License, as typically indicated by an Order Schedule that does not include "subscription" in the product description, the term of the license will begin on the effective date of the initial Order Schedule for the license and will continue in effect for a period of not more than twenty (20) years, or until otherwise terminated as provided herein.
- 8.2. <u>Termination</u>. Either party may terminate this Agreement for cause upon 30 days written notice of a material breach to the other party if such breach remains uncured at the expiration of such notice period. This Agreement also may be terminated by either party immediately and without notice if the other party becomes insolvent, files a petition in bankruptcy or petition for other similar relief, or ceases to conduct business in the ordinary course, and such condition is not remedied within 30 days of its occurrence.
 - 8.2.1. <u>Subscription License Termination</u>. If the Products are licensed under a Subscription License, either party may terminate this Agreement at the end of the then-current subscription license term by giving the other party notice of non-renewal at least 60 days prior to the end of the term.
 - 8.2.2. <u>Effect of Termination: Survival of Obligations</u>. Licensee's obligations under this Agreement shall survive any termination or expiration of the Agreement.
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- 8.3. Removal of Products. Upon termination of this Agreement, Licensee shall immediately cease use of the Products and remove from Licensee's systems all copies of the Products, and all derivative works, in its possession or control. This includes deleting all Products and derivative works from all hard drives, networks, and other storage media where they reside. Within 15 days after termination, Licensee shall provide to Synergex or Supplier written certification, signed by an executive officer of Licensee, that all copies of the Products have been removed.

9. Warranties; Remedies; Indemnification.

- 9.1. Warranties; Remedies. Synergex warrants that the Products, when properly installed and used in accordance with Synergex's instructions, will conform in all material respects to the applicable Documentation, provided, that Licensee is not otherwise in breach of this Agreement. HOWEVER, SYNERGEX DOES NOT WARRANT THAT THE PRODUCTS, OR USE OF THE PRODUCTS, WILL BE ERROR FREE; NOR DOES IT MAKE ANY WARRANTY AS TO THE RESULTS THAT MAY BE OBTAINED FROM USE OF THE PRODUCTS. THE PRODUCTS ARE PROVIDED "AS IS" AND SYNERGEX DISCLAIMS ALL WARRANTIES, EXPRESS OR IMPLIED, INCLUDING, BUT NOT LIMITED TO, IMPLIED WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE AND NONINFRINGEMENT. SYNERGEX'S ENTIRE RESPONSIBILITY SHALL BE, AT SYNERGEX'S OPTION, EITHER (A) TO MAKE AVAILABLE TO LICENSEE ALL PUBLISHED PATCHES, UPDATES, AND UPGRADES MADE BY SYNERGEX TO THE PRODUCTS DURING THE TERM OF THIS AGREEMENT; OR (B) TO USE REASONABLE EFFORTS TO RESPOND TO WRITTEN NOTIFICATION OF ERRORS RECEIVED FROM LICENSEE OR SUPPLIER. IF SYNERGEX IS UNABLE TO MAKE THE PRODUCTS OPERATE AS WARRANTED, LICENSEE SHALL BE ENTITLED TO TERMINATE THIS AGREEMENT.
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9.3. Third-Party Providers. Certain third-party providers, some of which may be referenced on Synergex's web sites or in Documentation, may offer products and services related to, or that work in conjunction with, the Products. Synergex does not warrant any such third-party providers or any of their products or services, whether or not such products or services are designated by Synergex as "certified," "validated" or otherwise. Any exchange of data or other interaction between Licensee and a third-party provider, and any purchase by Licensee of any product or service offered by such third-party provider, is solely between Licensee and such third-party provider.

10. General Provisions.

- 10.1. <u>Notices</u>. All notices required or permitted hereunder shall be given in writing addressed to the respective parties as set forth in the Order Schedule, unless another address shall have been designated, and shall be delivered by hand or by registered or certified mail, postage prepaid.
- 10.2. <u>Governing Law; Venue</u>. The rights and obligations of the parties and the interpretation and enforcement of this Agreement shall be governed by and construed in accordance with the laws of the State of California, excluding its conflict of laws rules. The exclusive venue of any action shall be the state or federal courts located in Sacramento, California.
- 10.3. Attorneys' Fees. If Synergex is required to engage in any suit or proceedings to enforce its rights under this Agreement, Synergex shall be entitled to recover from Licensee, in addition to any other sums due, the reasonable attorneys' fees, costs, and necessary disbursements involved in said suit or proceedings. In addition, Licensee shall pay Synergex its reasonable attorneys' fees and costs incurred in enforcing any judgment, order or decree issued by a court, arbitrator or other authority in such proceedings, or in collecting any monetary award made to Synergex in such proceedings.
- 10.4. <u>Assignment</u>. This Agreement may not be assigned or otherwise transferred by Licensee without the prior written consent of Synergex, which will not be unreasonably withheld. Licensee will be responsible for any transfer fees set forth by Synergex or Supplier.
- 10.5. <u>Conduct</u>. At all times during the term of this Agreement, Licensee will act in accordance with all applicable federal, state and local laws and regulations.
- 10.6. Entire Agreement. This Agreement (including the Licensing Guide and other documents referenced and incorporated herein) constitutes the entire agreement of the parties.
- 10.7. Agreement Updates. Synergex reserves the right to modify this Agreement and to impose new or modified terms on your use of the Products. Such new and modified terms will be effective (and incorporated in this agreement) when you or another authorized representative of your company accepts a newer version of this Agreement (for example, you may do so when signing an Order Schedule), or when the updated terms are published on the Synergex website, www.synergex.com. Your continued use of the Products will constitute your acceptance of the latest version of the product license agreement, including any new or modified terms contained therein. All such new and modified terms are hereby incorporated into this Agreement by this reference. The publication date of this Agreement is specified in the footer below.
- 10.8. Waiver. Any of the terms or conditions of this Agreement may be waived at any time by the party entitled to the benefit thereof, but no such waiver shall affect or impair the right of the waiving party to require observance, performance or satisfaction either of that term or condition as it applies on a subsequent occasion or of any other term or condition.

