MEMORANDUM OF UNDERSTANDING

This Memorandum of Understanding (MOU) is made and effective as of “ Date.2017” by and between CUSTOMER NAME (hereinafter referred to as “A”) and Citizen Electronics Co., Ltd., (hereinafter referred to as “Citizen Electronics”) to confirm agreement between A and Citizen Electronics about a third party’s patent as follows.

Citizen Electronics has confirmed that Citizen Electronics’ DC driving White light engine modules (LEMs), including COB types and CSP types, such as CLC020series, CLC030series and the LCN series (hereinafter referred to as “SUBJECT PRODUCT”) that is manufactured and supplied by Citizen Electronics to A currently does not infringe a third party’s patent directly in Europe, Japan and China.

However, the foregoing will not apply if such dispute occurs due to grounds not attributable to Citizen Electronics. For example, if the SUBJECT PRODUCT is manufactured and/or altered based on a specification offered by A and/or if the SUBJECT PRODUCT is combined with another product(s) and/or part(s), and/or if such dispute relates to usage of the SUBJECT PRODUCT combined with another product(s) and/or part(s), the foregoing will not apply.

And, regarding the “SUBJECT PRODUCT”, A can limit the sales 100% to Europe, Japan , China, INDIA and Australia.

In particular, A can exclude the sale to North America.

Company name:

Signature:

Name :

Title :

Date :

Company name: Citizen Electronics Co., Ltd.

Signature:

Name :　Hirohiko Ishii

Title :　Director

Date :