

LICENSE, SUPPORT, AND SERVICES AGREEMENT

General Conditions

This License, Support, and Services Agreement, including any and all Order Forms and SOWs (as defined below) (collectively, this “**Agreement**”), governs the products(s), documentation and services that accompany this Agreement.

Written Agreement. If the entity receiving the accompanying product(s), documentation and services (“**Customer**”) has executed a written agreement with MailGate International, Inc. (“**MailGate**”) regarding such product(s), documentation or services, the terms and conditions of such executed agreement shall govern Customer’s rights and obligations with respect to such product(s), documentation or services; otherwise, the terms and conditions of this Agreement shall govern such product(s) and documentation.

Click-through Agreement. IF CUSTOMER HAS NOT EXECUTED SUCH A WRITTEN AGREEMENT, THEN BY INSTALLING, COPYING OR USING THE PRODUCT(S) OR DOCUMENTATION ACCOMPANYING THIS AGREEMENT AND/OR CLICKING ON THE “I ACCEPT” BUTTON OF ANY ELECTRONIC VERSION OF THIS AGREEMENT, YOU (AS THE INDIVIDUAL SIGNING OR CLICKING ON THIS AGREEMENT) AS THE CUSTOMER REPRESENT AND WARRANT THAT YOU ARE DULY AUTHORIZED ON BEHALF OF CUSTOMER TO ENTER INTO THIS AGREEMENT ON BEHALF OF CUSTOMER, AND CUSTOMER CONSENTS TO AND AGREES TO BE BOUND BY THE TERMS AND CONDITIONS OF THIS AGREEMENT. IF CUSTOMER DOES NOT AGREE TO ALL OF THE TERMS AND CONDITIONS OF THIS AGREEMENT, CLICK THE “I DO NOT ACCEPT” BUTTON. IF THIS IS AN ELECTRONIC VERSION OF THIS AGREEMENT, DO NOT INSTALL, COPY OR USE THE PRODUCT(S) OR DOCUMENTATION, AND IMMEDIATELY RETURN THE PRODUCT(S) AND DOCUMENTATION TO MAILGATE.

ARTICLE 1 – DEFINITIONS AND INTERPRETATION

1.1. In this Agreement and any Schedules, Order Forms or Statements of Work (“**SOWs**”), the following terms are defined as follows, and additional definitions applicable to the Order Forms are included in Attachment A:

“**Additional Services**” means the Services described in Article 7 as contained in any Order Forms or SOWs;

“**Agreement**” means these General Conditions and the Software/Services Order Form (or Specific Conditions) and Schedules (together, the “**Order Form**”);

“**Business Partner**” or “**Trading Partner**” means any external computer interoperating with a Licensed Component through one or more protocols, one or more networks, or one or more adapters;

“**Defect**” means a reproducible error or defect in the Product that prevents it from operating materially in accordance with its Documentation;

“**Delivery**” means delivery of license keys which unlock the Licensed Component, enabling electronic delivery of the Licensed Component for download, or shipment of a CD ROM which contains the Licensed Component, or shipment of the Hardware Product;

“**Documentation**” means the documents delivered with the Product which contains MailGate’s published specifications and user guide of the Product;

“**Effective Date**” for an Order Form means the date when Customer executes an Order Form unless specified otherwise in an Order Form;

“**Hardware Product**” means any hardware appliance or other item of equipment that is delivered to Customer;

“**Licensed Component**” means the computer program described in the Order Form, as well as:

- (i) the Documentation, in either machine-readable or printed form; and
- (ii) all entire or partial authorized copies of such items made by Customer; and
- (iii) any software release provided by MailGate to Customer (provided that Customer is still a subscriber to Support Services);

“**Operating Environment**” means any operating system based environment hosting the running of a Licensed Component, defined by its resources: Computer, its number of CPUs, its number of Cores per CPUs, its number of Partitions, the type of its Partitions and the number of CPUs per Partitions;

“**Parties**” means MailGate and the party identified as Customer in the Order Form;

“**Product**” means Hardware Product(s) and Licensed Component(s);

“**Site**” means the physical location of the Operating Environment, such address as it is provided in the Order Form;

“**Support Services**” means annual Product support provided under MailGate’s policies for the level of Support Services ordered in the Order Form;

“**Third Party Software**” means any third party program or software included as an integral part of the Product and delivered with the Product; such program or software is solely for use as embedded with the Product;

“**Use**” means the installation, loading, utilization, storage or display of the Product by Customer within the constraints in the Order Form;

1.2. Headings are used in this Agreement for ease of reference only and shall not affect interpretation. References in this Agreement to Articles or Sections are references to the Articles or Sections of the General Conditions unless inconsistent with the context.

1.3. The words “include”, “includes”, “including” and “included” will be construed without limitation unless inconsistent with the context.

ARTICLE 2 – CONTRACT DOCUMENTS

- 2.1.** This Agreement consists of these General Conditions, and any Order Form(s) or Specific Conditions, which prevail over these General Conditions to the extent of any conflict.
- 2.2.** This Agreement forms the entire agreement between the Parties relating to this subject matter, replaces and supersedes any previous proposals, correspondence and understandings, whether written or oral; including any Customer terms and conditions, which shall not apply.
- 2.3.** This Agreement may not be altered, modified, amended, changed, rescinded or discharged in whole or in part, except by written agreement signed by both Customer and MailGate.
- 2.4.** Nothing contained in any document or purchase order submitted by Customer shall in any way modify or add to the terms of this Agreement.

ARTICLE 3 – TERM

- 3.1.** This Agreement shall remain in effect unless terminated in accordance with Article 17. The right of Use is granted from the Effective Date, or if none stated, upon Delivery by MailGate.
- 3.2.** If purchased by Customer, Support Services shall commence on the Effective Date and shall continue for an initial period of one (1) year (“**Initial Support Term**”) except as otherwise set forth in the Order Form. Upon expiration of the Initial Support Term, the Support Services shall be automatically renewed for one (1) year periods (the “**Renewal Term**”), with payments required prior to the start of the Renewal Term, unless and until terminated in accordance with Article 17.
- 3.3** The terms of this Section 3.3 apply if Customer is obtaining an evaluation license. Subject to the terms of this Agreement, MailGate grants to Customer (i) a non-exclusive, nontransferable license, without right of sublicense, to install and Use the evaluation version of the Licensed Component, in object code form and/or (ii) the right to Use the Hardware Product for evaluation and trial purposes only. The term of this license begins upon delivery or download and ends thirty (30) days thereafter, or extends for such longer period as MailGate shall have agreed to in writing (the “**Evaluation Period**”). When the Evaluation Period expires Customer must stop Using the Licensed Component, and return any Product to MailGate. MailGate disclaims all warranties during this Evaluation Period and Customer waives all claims against MailGate related to this Evaluation Period.

ARTICLE 4 – USE OF THE PRODUCT

- 4.1.** As of the Effective Date of this Agreement, MailGate grants to Customer, subject to the terms and conditions of this Agreement, a non-exclusive, non-assignable and non-transferable right to Use the Licensed Component for Customer’s own internal business purposes only during the Term. Any delay in any payment of the fees related to this Agreement as set forth in Article 8 thirty (30) days beyond the payment date will automatically suspend the right to Use the Licensed Component for Customer, upon written notice by MailGate. The Product, including portions and information or materials thereof, may not be used for any purpose that would be a violation of this Agreement. All rights not addressed herein are specifically reserved by MailGate. Customer shall not Use the Product to provide services to third parties, including ASP, facilities management, outsourcing, unless expressly provided for in an Order Form.
- 4.2.** If Customer has purchased a license for Products which are used by Customer to distribute to any third party Trading Partner that has a business need to securely transfer files to or from Customer, then the sublicense such Trading Partner has conveys the right to Use the Product for the purpose of transferring files to and from Customer in the furtherance of Customer’s internal business purposes only.
- 4.3.** If Customer wishes to permanently transfer the Licensed Component to a new Operating Environment, the Order Form associated with this Agreement will have to be updated accordingly. Once the transfer has been made to the new authorized Operating Environment, Customer shall erase the Licensed Component from the former Operating Environment, within the time frame allowed in the Order Form or, if none stated, then sixty (60) days.
- 4.4.** Customer has the right to make one back-up copy of the Licensed Component for archival purpose only. Any other copies, reproductions and summaries of the Licensed Component or Documentation are prohibited.

ARTICLE 5 – DELIVERY AND WARRANTY

- 5.1.** MailGate shall provide Customer with the Licensed Component in object code form and with the Documentation. Full title to the Hardware Product passes to Customer upon Delivery. Products are delivered Free On Board (FOB) shipping point with freight and insurance prepaid.
- 5.2.** The Use of certain Licensed Components will require a key. The key will be generated by MailGate based on computer-dependent Customer information. Customer agrees to provide the necessary information as required to generate and activate the key.
- 5.3.** MailGate represents and warrants that, for a period of ninety (90) days from Delivery (“**Warranty Period**”), the Product will conform to and perform in accordance with the Documentation. Unless certified by MailGate, MailGate does not warrant that the Product will operate in combination with other software selected by Customer, or that the Product will operate uninterrupted or free of non-material errors. MailGate will modify, repair or replace the Product, at no additional charge, to correct any Defect, provided that Customer reports the Defect to MailGate during the Warranty Period. In the event that MailGate is unable after reasonable efforts to correct any such Defect in a Product during the Warranty Period, Customer may, in Customer’s sole discretion, terminate this Agreement in writing, discontinue use of and return such Product (along with any copies, if applicable) and then receive a full refund of the fees paid by Customer for that Product. MailGate further warrants that the Product as provided by MailGate will not contain any malicious code, program, or internal component (e.g., computer worm) and will have been screened using customary procedures in the industry for viruses. **THE REMEDIES DESCRIBED IN THIS ARTICLE 5 SHALL BE THE SOLE AND EXCLUSIVE REMEDIES FOR DEFECTS CONTAINED IN AND FOR THE PERFORMANCE OF THE PRODUCT.**

5.4. The limited warranties in Section 5.3 are conditioned upon Customer's Use of the Product in accordance with the terms of the Documentation, and shall not apply to the extent that an error occurs because of and would not have occurred but for: (i) modifications made to the Product by a party other than MailGate; (ii) Customer's failure to implement enhancements provided by MailGate; or (iii) Use of the Product in connection with any operating system, computer equipment or device which does not meet the minimum requirements set forth in the Documentation.

5.5. EXCEPT FOR THE EXPRESS WARRANTIES SET FORTH IN THIS ARTICLE 5, ALL OTHER WARRANTIES ARE DISCLAIMED. MAILGATE MAKES NO OTHER WARRANTIES, EXPRESS OR IMPLIED, INCLUDING BUT NOT LIMITED TO THE IMPLIED WARRANTIES OF MERCHANTABILITY, TITLE OR FITNESS FOR A PARTICULAR USE OR PURPOSE.

ARTICLE 6 – SUPPORT SERVICES

6.1. Upon payment of the applicable fees, MailGate will provide technical Support Services, at the level specified on the Order Form.

6.2. MailGate is under no obligation to provide Support Services (i) if there has been a modification or attempted modification of the Product (other than modifications made by MailGate and delivered as part of the Product) or the Product has been improperly installed by Customer or operated or used other than in accordance with this Agreement and the Documentation; or (ii) if Customer has refused, delayed or otherwise failed to implement a release or other modification that MailGate has provided or recommended.

ARTICLE 7 – ADDITIONAL SERVICES

7.1. In accordance with its expertise and availability, MailGate will, if ordered by Customer, provide services that may include installation, implementation, technical and training assistance services for the Product, or subscription-based or hosting services (each considered individually, "Additional Services") to Customer at the rates set forth in the Order Form or, if no rates are set forth, the rates in effect at the time that such Services are provided.

7.2. Except for Retained Works (defined below), all right and title to professional services deliverables shall belong to Customer. MailGate will be the owner of any **Retained Works**, which are defined to include: (i) any pre-existing materials, including any of MailGate's preexisting software code, proprietary software tools, or training materials incorporated into the deliverables; (ii) any customized modifications to the Licensed Component unless an applicable work order, SOW or other such similar document expressly provides that such modifications are assigned to Customer; and (iii) any third party programs which are integrated with or incorporated into the deliverables. For any Retained Works incorporated into a deliverable, MailGate grants Customer a non-exclusive, worldwide, royalty-free license to use such Retained Works to the same extent that Customer is licensed to use any related Licensed Component.

ARTICLE 8 – PAYMENT TERMS AND CONDITIONS

8.1. The fees for the Products and Support Services are listed in the Order Form. In addition to the fees listed in the Order Form, Customer shall be responsible for all personal property, sales, use, value-added, withholding and similar taxes (other than taxes on MailGate's net income) arising from the transactions described in this Agreement. Where Customer's Use of the Software or receipt of Services is exempt from sales or other taxes, Customer shall provide MailGate with the appropriate exemption certificate and any other documentation reasonably requested by MailGate. All amounts payable under this Agreement shall be paid net 30 days from the invoice date, unless stated otherwise in an Order Form.

8.2. The Product fees are fixed and not subject to revision. It shall be invoiced in full on the Effective Date, unless stated otherwise in an Order Form.

8.3. Support Services fees shall be invoiced on the Effective Date and are due net 30 unless otherwise stated in an Order Form.

8.4. Fees for professional services shall be invoiced at the end of the month in which they are provided. Travel and accommodation expenses incurred to provide training, technical assistance, support and services shall be invoiced to Customer based on the actual and reasonable costs incurred by MailGate. Supporting documents will be provided upon reasonable request.

8.5. Fees or other amounts remaining unpaid for thirty (30) days following the date of invoice shall be considered overdue and shall remain payable by Customer together with interest for late payment from the date payable at the rate of 1% per month. In addition to the above provision for late payment, MailGate reserves the right to suspend performance of any Additional Services (which includes hosting services, as applicable).

ARTICLE 9 – CUSTOMER RESPONSIBILITIES

9.1. Unless the hosted option is selected, Customer shall be responsible for operating the Product and shall:

- ensure that the hardware, base program, network and operating system configuration are suitable,
- develop the operating measures, control procedures and security measures required for data backup and replacement in the event of interruption in Product operation,

9.2. Customer is also responsible for:

- protecting its own recorded data, and
- the results obtained and any direct or indirect consequences thereof,
- making qualified personnel available to resolve any problems, and
- appointing one of its employees to serve as the primary point of contact with MailGate for any technical issues.

9.3. Customer shall take all measures required to protect MailGate's intellectual property rights in the Product and Documentation, including in particular retaining any reference to MailGate's copyright notice(s) and any other legend on any authorized copy in accordance with MailGate's instructions. In the event any third party attempts to attach or seize the Product or challenge MailGate's intellectual property rights in any other manner, Customer must immediately notify MailGate,

contest the attachment and take all steps required to make the intellectual property rights in question known, subject always to Article 10 below.

ARTICLE 10 – INTELLECTUAL PROPERTY

10.1. Only a right to Use the Licensed Component is granted to Customer; any extension of the right granted shall be subject to MailGate's prior written consent. The parties acknowledge and agree that Customer has only Use rights with respect to the Licensed Component, but Customer owns the Hardware Product. MailGate retains title in and to the Licensed Component, including any portion thereof and information, materials or copy made from it or any part of it and copyright in the Licensed Component.

10.2. If Customer wishes to make the Product interoperable with other programs, other than as envisaged in the Documentation, the parties will work together to create an interoperability plan that does not violate this Article.

10.3. Except as otherwise provided for in this Agreement or permitted under applicable law, Customer will not, directly or through any person or entity, in any form or manner (i) copy, sublicense, lease, assign, distribute, reproduce, incorporate, use or allow access to the Product or modify, prepare derivative works from the Licensed Component except as explicitly permitted under this Agreement or (ii) decrypt, extract, decompile or otherwise reverse engineer the Licensed Component, or otherwise disassemble, derive or attempt to derive the source code of, or any processes, methods, specifications, protocols, algorithms, interfaces, data structures, or other information embodied or used in, the Product. The restrictions of this Article 10 shall survive the termination of the Agreement.

If Customer has purchased licenses for a Trading Partner, Customer shall ensure each Trading Partner is bound to provisions at least as protective of MailGate as Articles 4, 10, 12, 14 and 15. Customer shall promptly notify MailGate of any unauthorized use, disclosure, reproduction, or distribution of any Product, which comes to Customer's attention, or which Customer reasonably suspects. Customer may Use any Third Party Software products or modules supplied by MailGate solely with the Licensed Component.

10.4. If, in the performance of any Additional Services hereunder, MailGate is required to use any Customer supplied programs, Customer hereby warrants that it has obtained any necessary authorizations and licenses required to allow MailGate to access and use such program as necessary for performance of the Services. Customer shall provide any associated supporting documentation to MailGate promptly upon request.

ARTICLE 11 – INDEMNIFICATION

11.1. MailGate agrees to defend, settle and indemnify Customer from and against any amounts payable under judgment, court order or settlement brought by any unaffiliated third party against Customer to the extent that such action results from actual or alleged infringement by any Product of any third party copyright, trade secret or patent existing or issued as of the date that MailGate initially Delivered the applicable version of such Product to Customer. In connection with any allegation of infringement of any third party rights, Customer shall (and it shall be a condition of reliance upon the indemnity for Customer to):

- immediately notify MailGate in writing of the allegation; and
- allow MailGate sole control of the defense and any related settlement negotiations; and
- cooperate in good faith in the said defense and comply with all of MailGate's reasonable requests (at MailGate's expense) in defending or settling the claim.

11.2. Should Customer's use of the Product be determined to have infringed any third party rights, or if in MailGate's judgment, such use is likely to be infringing, MailGate shall endeavor at its option do one of the following, at its own expense:

- procure for Customer the right to continue owning or using the Product, as applicable,
- replace or modify the Product to make its Use non-infringing while yielding substantially equivalent functionality.

If and only if the previous options are not, in MailGate's reasonable judgment, commercially reasonable, then MailGate may terminate this Agreement as it applies to the specific Product and the corresponding rights of Use. Customer agrees to destroy or return the affected Product to MailGate on its written request and MailGate will then return the Product license fees to Customer as prorated over a five (5) year term commencing on the date of Delivery of the applicable Product by MailGate. The obligations of MailGate in this Article 11 will not apply to the extent that the infringement or claim thereof is based on (i) Use of the Product other than in accordance with this Agreement, or (ii) modifications or additions to the Product by Customer personnel (other than modifications at MailGate's direction) or (iii) use of other than the most recent version of any Product if and from the time MailGate informs Customer in writing that infringement or misappropriation may be avoided by use of the most recent version of such Product. THIS ARTICLE 11 SETS FORTH THE FULL SCOPE OF MAILGATE'S LIABILITY AND CUSTOMER'S EXCLUSIVE REMEDY, TO THE EXTENT PERMITTED BY LAW, FOR ANY ACTUAL OR ALLEGED INFRINGEMENT OF THIRD PARTY RIGHTS IN CONNECTION WITH THE PRODUCT.

ARTICLE 12 – LIABILITY

12.1. EXCEPT FOR MAILGATE'S OBLIGATIONS WITH RESPECT TO INDEMNIFICATION OR CONFIDENTIALITY, MAILGATE IS NOT LIABLE FOR ANY SPECIAL, INDIRECT, EXEMPLARY, INCIDENTAL, PUNITIVE OR CONSEQUENTIAL DAMAGES OF ANY KIND, INCLUDING, WITHOUT LIMITATION, DAMAGES FOR LOSS OF GOODWILL, WORK STOPPAGE, LOST PROFITS, LOST DATA OR COMPUTER HARDWARE OR SOFTWARE DAMAGE, FAILURE OR MALFUNCTION, WHETHER OR NOT MAILGATE HAS BEEN ADVISED OF THE POSSIBILITY OF SUCH DAMAGES; EXCEPT FOR MAILGATE'S OBLIGATIONS WITH RESPECT TO INDEMNIFICATION OR CONFIDENTIALITY, MAILGATE'S LIABILITY HEREUNDER SHALL NOT EXCEED THE TOTAL AMOUNT OF LICENSE AND SERVICES FEES INVOICED UNDER THIS AGREEMENT FOR THE SOFTWARE GIVING RISE TO SUCH LIABILITY DURING THE CALENDAR YEAR IN WHICH THE CLAIM AROSE. THE FOREGOING LIMITATIONS OF LIABILITY AND

DISCLAIMERS OF DAMAGES APPLY REGARDLESS OF THE FORM IN WHICH AN ACTION (LEGAL, EQUITABLE OR OTHERWISE) MAY BE BROUGHT, WHETHER IN CONTRACT, TORT, OR OTHERWISE. THE LIMITATIONS OF LIABILITIES, DISCLAIMERS OF WARRANTIES, EXCLUSIVITY OF REMEDIES AND OTHER LIMITATIONS SET FORTH HEREIN ARE AN ESSENTIAL ELEMENT OF THE BARGAIN BETWEEN THE PARTIES (WITHOUT WHICH THE TRANSACTIONS CONTEMPLATED BY THIS AGREEMENT WOULD NOT OCCUR) AND WILL APPLY EVEN IF A REMEDY FAILS IN ITS ESSENTIAL PURPOSE.

12.2. This Agreement is enforceable by the Parties to it and by their permitted assignees. A person who is not a party to this Agreement shall have no right to enforce or rely on any of the terms of this Agreement. The terms of this Article 12 shall survive termination of this Agreement.

ARTICLE 13 – ADVERTISING

The Customer must include MailGate’s name any time it refers to the Product in writing. The Customer hereby authorizes MailGate to include its name in a customer list.

ARTICLE 14 – ADMINISTRATIVE REQUIREMENTS

The Customer is responsible for obtaining any required legal authorizations arising out of Customer’s particular use of the Products and is responsible for its compliance with applicable data protection legislation.

ARTICLE 15 – CONFIDENTIALITY

15.1. Each Party recognizes that under this Agreement either Party may have access to or otherwise receive trade secrets and confidential or proprietary information of the other, including information concerning products, including but not limited to the names of Customer’s clients, financial or contractual arrangements, or other confidential or proprietary information. All such information shall constitute “Confidential Information”. The Products, including any Documentations or portions thereof and information, material or copy derived there from, is proprietary and confidential to MailGate. Each Party agrees not to use, other than for the purposes for which it was disclosed or divulged the other party’s Confidential Information and to limit disclosure of same to those of its employees and independent contractors who have a need to know the same and to use all reasonable endeavors to prevent its disclosure to or access by any third party without the prior written consent of the disclosing party.

15.2. Confidential Information does not include information that: (i) is or becomes a part of the public domain through no act or omission of the receiving Party; (ii) was in the receiving Party’s lawful possession prior to the disclosure and had not been obtained by the receiving Party either directly or indirectly from the disclosing Party; (iii) is lawfully disclosed to the receiving Party by a third party without restriction on disclosure; (iv) is independently developed by the receiving Party without reference to the disclosing Party’s Confidential Information; or (v) is required to be disclosed by any court of competent jurisdiction or by a governmental or regulatory authority or where there is a legal right, duty or requirement to disclose. In such event, the receiving Party will (and without breaching any legal or regulatory requirement) where reasonably practicable give the disclosing Party prompt notice in writing of the requirement to disclose.

15.3. The rights and obligations of the Parties under this Article 15 shall continue for three years following expiration or termination of this Agreement.

ARTICLE 16 – NON-SOLICITATION

16.1. For the duration of this Agreement and for the period of 12 months following its termination or expiration, neither Party shall, without the prior written consent of the other Party, actively endeavor to solicit or entice away any person employed or engaged by the other Party in the performance or administration of this Agreement.

16.2. If a Party breaches the foregoing obligation, the breaching party shall pay to the other Party twelve times the prior monthly base salary of the relevant person, such sum being deemed by both Parties to be fair compensation for the loss suffered as a result of the breach.

16.3. The provisions of Section 16.2 shall not apply to any individual who can be proven to have responded to a bona fide published recruitment advertisement where the recruited person is not recruited to work for or with a party’s personnel or department involved in this Agreement. Nothing in this Article 16 is intended to restrict the right of any individual to seek employment with whomsoever they wish, but is intended to provide for due compensation where such a situation occurs as a result of entering into this Agreement recognizing that loss of experienced personnel can have a serious effect upon any employer.

ARTICLE 17 – TERMINATION

17.1. This Agreement may be terminated by either Party immediately upon written notice if the other Party is in material or continuing breach of any of its obligations under this Agreement and fails to remedy that breach (if capable of remedy) within thirty (30) days after receiving written notice of such breach.

17.2. Either Party may terminate this Agreement forthwith on giving written notice to the other Party if such Party has had a receiver or administrative receiver appointed over the whole or any part of its undertaking or assets or passes a resolution for winding up, or a court of competent jurisdiction makes an order to that effect or if the other Party enters into any voluntary arrangement with its creditors or becomes subject to a bankruptcy administration order or ceases to carry on business.

17.3. Upon termination of the Agreement Customer must, depending on the method of Product delivery, either: (i) return the Licensed Component and the Documentation to MailGate and destroy or return any copies of the Licensed Component that it may have made within fifteen days from the termination date or (ii) remove all copies of the Licensed Component and certify in writing that all copies have been removed and destroyed.

17.4. Except as set forth in this Article 17, Customer may not terminate this Agreement during the Initial Support Term or during any Renewal Term. As set forth in Article 3 above, this Agreement will automatically renew for successive 1-year terms

upon the expiration of the then-current term unless either Party provides written notice to the other Party at least six months prior to the end of the current term that it desires to terminate the Agreement at the conclusion of the current term.

ARTICLE 18 – WAIVER

The fact that either Party fails to take action after a breach by the other Party of any of its obligations arising hereunder shall not be construed or operate as a waiver of the obligation in question or of any later breach.

ARTICLE 19 – SEVERABILITY

If any of the provisions of this Agreement, or any part thereof, is judged to be illegal or unenforceable, the remaining provisions will continue in full force and effect for the remainder of this Agreement and shall not be prejudiced, unless the substantive purpose of this Agreement is thereby frustrated, in which case either Party may terminate this Agreement forthwith on written notice.

ARTICLE 20 – ASSIGNMENT

This Agreement and the license granted hereunder may not be assigned or transferred in whole or in part by Customer without MailGate's prior written consent. MailGate may assign and transfer its complete rights and obligations under this Agreement, without the consent of Customer, to any corporation that is a wholly owned subsidiary or parent or sister corporation of MailGate, or as part of a sale of all or substantially all of its assets to a third party.

ARTICLE 21 – AUDIT

MailGate hereby reserves the right to conduct an on-site audit of Customer to verify compliance with the Licensed Component license granted herein by providing at least three (3) days prior written notice. Customer consents to audit compliance software being run on Customer systems. The Customer hereby agrees to cooperate with the audit in good faith, to grant MailGate access to all relevant information and to provide copies of relevant information on request. In addition, Customer agrees, upon request by MailGate from time to time, to provide MailGate with a written report, certified by an officer, stating the physical Site(s) and computer systems with respect to which Customer is using the Licensed Component.

ARTICLE 22 - GOVERNMENT END USERS

As defined in Federal Acquisition Regulations ("FAR") Section 2.101, Department of Defense Federal Acquisition Regulations ("DFARs") Section 252.227-7014(a)(1) and DFAR Section 252.227-7014(a)(5), the computer programs included in or with the Products and the Documentation are "commercial items," "commercial computer software" and "commercial computer software documentation," as applicable. Consistent with FAR Section 12.212 and DFAR Section 227.7202 and any successor sections, any use, modification, reproduction, release, performance, display or disclosure of such computer programs and Documentation by the United States Government shall be governed solely by the terms of this Agreement.

ARTICLE 23 – EXPORT

Customer shall not export, ship, transmit or re-export the Products or Documentation in violation of any applicable law or regulation.

ARTICLE 24 – THIRD PARTY SOFTWARE

Certain Third Party Software may be provided with the Licensed Component(s) that is subject to the accompanying license(s), if any, of its respective owner(s). To the extent portions of the Third Party Software are distributed under and subject to open source licenses obligating MailGate to make the source code for such portions publicly available (such as the GNU General Public License ("GPL") or the GNU Library General Public License ("LGPL")), MailGate will make such source code portions (including MailGate modifications, as appropriate) available upon request for a period of up to three years from the date of distribution. Such request can be made in writing to MailGate International, Inc., Attn: General Counsel, 3209 W. Smith Valley Road, Ste 223, Greenwood, IN 46142, with a copy to legal@mailgatesc.com. Customer may obtain a copy of the GPL at <http://www.gnu.org/licenses/gpl.html>, and a copy of the LGPL at <http://www.gnu.org/licenses/lgpl.html>.

ARTICLE 25 - NOTICES

All notices, demands, consents, approvals and other communications shall be sufficient if in writing and sent by facsimile transmission (with a hard copy mailed on the same date) or registered or certified mail, return receipt requested, postage prepaid, or overnight courier service to the other party at its address set out in the Order Form or to such other superseding notice address that it has subsequently provided to other Party in writing. Each such notice shall be deemed to have been served: in the case of by hand and special delivery, when actually received; or if posted by recorded delivery shall be deemed to have been accepted on the expiry of forty eight hours after posting and on proving posting it shall be sufficient to produce a copy of the notice properly addressed with the relevant post office receipt for its dispatch by recorded delivery.

ARTICLE 26 – GOVERNING LAW and DISPUTES

26.1. This Agreement will be governed by and interpreted in accordance with the laws of the State of Delaware. Should any dispute arise, the Parties will use all reasonable efforts to attempt to resolve the dispute in good faith by senior level negotiations. The dispute shall be referred by a written request to an officer of each Party who has authority to resolve the dispute and who is not directly involved with the subject matter of this Agreement who shall meet within fifteen (15) days from the dispatch of the written request in order to attempt to resolve the dispute.

26.2. If the dispute is not resolved through negotiation, both Parties agree that the Courts of the State of Delaware will have exclusive jurisdiction in connection with the resolution of the dispute. The United Nations Convention on the International Sale of Goods shall not apply to this Agreement.

ATTACHMENT A ADDITIONAL DEFINITIONS

To the extent used in the Order Forms pursuant to this Agreement, the following definitions have the following meanings:

“**Active (Production) License**” means a license for Use of the Product in a production environment. An **Active/Active** configuration refers to a shared cluster configuration whereby applications and data are simultaneously available to all server Instances in the cluster. Consequently, Active/Active clusters support high availability;

“**Computer**” means one or a group of physical hardware machines processing data and hosting the running of one or more operating systems as defined in the Order Form;

“**Core**” means the main part of CPU that interprets the instructions and performs the binary calculations. Every CPU has at least one Core, but can be composed of several Cores. If the right of Use is based on Cores and if the Licensed Component is used on a single computer with multiple Cores, the Core license must correspond with the number of respective Cores contained within such Computer;

“**CPU**” (Central Processing Unit) means a functional unit in a computer that interprets and executes instructions. If the right of Use is based on CPUs and if the Licensed Component is used on a single computer with multiple CPUs, the CPU license must correspond with the number of respective CPU’s contained within such Computer;

“**Instance**” means a single occurrence of a Licensed Component. For clarification, if Customer has purchased only one Active Production Instance, Customer may run a single occurrence of the Licensed Component in RAM (Random Access Memory);

“**Named User**” means a physical person susceptible to establish a session with the Licensed Component;

“**Node**” means a running instance of an MailGate program, i.e. a JVM (Java Virtual Machine) running an MailGate application;

“**Partition**” means a reserved part of the resources of an Operating Environment that is set aside for a specific purpose;

Such as:

- “**Capped-Partition**” means the Sub-Capacity Partition using a determined maximum subset of the resources of an Operating Environment.
- “**Floating Partition**” means the Sub-Capacity Partition using a dynamically allocated subset of the resources of an Operating Environment. The maximum potential of resources used by a Sub-Capacity Partition equals the overall resources of the Operating Environment;
- “**Full-Capacity Partition**” means a Partition using all the resources of an Operating Environment. There can only be one “Full-Capacity Partition” per Operating Environment. If there is another partition, then both Partitions are “Sub-Capacity Partitions”;
- “**Sub-Capacity Partition**” means a partition using a subset of the resources of an Operating Environment;

“**Passive (Non-Production) License**” refers to a cluster fail over or disaster recovery software architecture. The passive software doesn’t execute unless the licensed production copy of the Licensed Component fails. Where Customer is not able to use its licensed production copy of the Licensed Component in the event of fail over, the Passive license will start executing after a service interruption. A Passive License may also include those for test, development, archiving or quality control/quality assurance;

“**User**” means, unless otherwise stated in the applicable Order: (a) with respect to all Products other than Products that are part of MailGate’s Validation Authority or SecureTransport product suites, any person who is assigned login or Use rights or credentials by Customer to access the applicable Product, whether directly, through another application or otherwise; (b) with respect to any Product included in MailGate’s SecureTransport product suite, any person or system who is assigned login or Use rights or credentials by Customer to access the applicable Product, whether directly, through another application or otherwise; and (c) with respect to any Product included in MailGate’s Validation Authority product suite, any Validation Authority User.

“**Validation Authority User**” means any Human User, Group User or Non-Human User.

- “**Human User**” means, with respect to the applicable Product included in MailGate’s Validation Authority product line, any human who has one or more associated digital certificates associated with such human that: (i) uniquely identify such human; and (ii) are contained in a database or other repository that can be queried through Customer’s implementation of such Product.
- “**Group User**” means, with respect to the applicable Product included in MailGate’s Validation Authority product line, any group of humans that has one or more associated digital certificates that: (i) uniquely identify such group; and (ii) are contained in a database or other repository that can be queried through Customer’s implementation of such Product.
- “**Non-Human User**” means, with respect to the applicable Product included in MailGate’s Validation Authority product line, anything other than a Human User or Group User (such as a device) (“**Non-Human**”) that has one or more associated digital certificates that: (i) uniquely identify such Non-Human; and (ii) are contained in a database or other repository that can be queried through Customer’s implementation of such Product.