

Wi-SUN
Alliance

Promoter Member Agreement

Parties:

Wi-SUN Alliance

("Wi-SUN" or "Alliance")

Wi-SUN Alliance

275 Tennant Avenue, Suite 202
Morgan Hill, CA 95037 U.S.A.

Attn: Phil Beecher

Corporate Name ("***Promoter Member***")

Address

City, State, Zip Code

Contact/Director Name

E-Mail Address

Phone

This Promoter Member Agreement ("***Promoter Member Agreement***") is made as of the date accepted by Wi-SUN as set forth below. By executing this Promoter Member Agreement, Promoter Member agrees to be bound by the terms and conditions attached to this cover page.

Wi-SUN Alliance

Signed: _____

Name: _____

Title: _____

Date: _____

Promoter Member

Signed: _____

Name: _____

Title: _____

Date: _____

Wi-SUN ALLIANCE PROMOTER **MEMBER AGREEMENT**

TERMS AND CONDITIONS

1. Incorporation

The Alliance is organized as a not-for-profit Corporation registered under the General Corporation Law of Delaware. The Articles of Incorporation and initial form of Corporate Bylaws of the Alliance are set forth in **Exhibit 1** ("*Corporate Documents*"). By executing this Promoter Member Agreement, Promoter Member consents to the form of the Corporate Documents. Promoter Member acknowledges that the Corporate Documents may be amended from time to time in conformance with appropriate law.

2. Purposes of Alliance

The Alliance is a mutual benefit corporation formed to promote the use of two-way wireless communications standards for Smart Grid Networks and Services. The Alliance may expand its activities into technologies and services that utilize two-way wireless communications for consumer electronics, home and building automation, industrial controls, PC peripherals, and other related applications. Each Promoter Member will have a representative on the Board of Directors of the Alliance, and the Board of Directors may modify the charter and scope of the Alliance in the future.

The purposes for which the Corporation is organized are to:

- a. Bring about the existence of a broad range of interoperable consumer and industrial devices by promoting open industry specifications for unlicensed and licensed, peripheral, control and monitoring devices.
- b. Provide a forum and environment whereby the Corporation's Members may meet to approve suggested revisions and enhancements that evolve the relevant specifications; make appropriate submissions to established agencies and bodies with the purpose of ratifying these specifications as an international standard; and provide a forum whereby users may meet with developers and providers of related products and services to identify requirements for interoperability and general usability.
- c. Educate the business and consumer communities as to the value, benefits and applications for wireless consumer products and services through public statements, publications, trade shows demonstrations, seminar sponsorships and other programs established by the Corporation.
- d. Protect the needs of consumers and increase competition among vendors by supporting the creation and implementation of uniform, industry-standard conformance test procedures and processes which assure the interoperability of wireless consumer products and services.
- e. Maintain relationships and liaison with educational institutions,

government research institutes, other technology consortia, and other organizations that support and contribute to the development of the specifications and standards; and

- a) Foster competition in the development of new products and services based on specifications developed by the Corporation in conformance with all applicable anti-trust laws and regulations.

The Alliance and its Promoter Members and Contributor Members shall individually and collectively be committed to open competition in the development of products, technology and services, and the Alliance shall not restrict Promoter Members and Contributor Members from designing, developing, marketing and/or procuring hardware, software, systems, technology or services. Implementation or use of specific Adopted Specifications is voluntary. No Promoter Member and/or Contributor Member shall be required or obliged to implement Adopted Specifications by virtue of being a Promoter Member and/or Contributor Member, as applicable, of the Alliance.

3. Participation as a Promoter Member; Dues

Subject to the terms of **Section 9**, upon acceptance of this Promoter Member Agreement by the Alliance, and payment of the appropriate dues, the Promoter Member shall hold the status of a Promoter Member of the Alliance for a period of twelve (12) months commencing on the acceptance date. Subject to the terms of **Section 9**, the Promoter Member may renew its Promoter Member status for subsequent twelve (12) month periods by paying any then current annual dues established by the Board of Directors (The structure and formation of the Board of Directors is described in the Corporate Bylaws attached to this agreement as Exhibit 1). Failure to timely pay dues shall result in non-renewal and termination of Promoter Member's membership pursuant to **Section 9(d)**. Membership dues are non-refundable, except in the case of a distribution upon the event of dissolution as set forth in the Corporate Bylaws. The Board of Directors may increase or decrease the annual dues required of Promoter Members in accordance with the Corporate Bylaws. All dues shall be used in furtherance of the purposes of the Alliance. Subject to the survival provisions of **Section 9(e)**, upon expiration or termination of the Promoter Member's status as a Promoter Member of the Alliance, all rights and privileges provided and/or granted to the Promoter Member and/or any Affiliate of the Promoter Member pursuant to **Section 4** of this Promoter Member Agreement will terminate.

4. Duties and Rights of Promoter Members

The duties, rights, privileges and obligations of Promoter Members are set forth in the Corporate Bylaws and as may otherwise be provided under Delaware Corporation Law. Without limiting the generality of the foregoing, and subject to the terms and conditions of the Corporate Bylaws, each Promoter Member shall be entitled to one (1) vote in the following:

- a) All matters presented before the Board of Directors for vote;
- b) All matters presented before the Promoter Members of the Alliance for vote; and
- c) Approval of Proposed Specifications to become Adopted Specifications.

The designated representative of the Promoter Member on the Board of Directors shall be identified by the Promoter Member on the first page of this Promoter Member Agreement.

The designated representative of Promoter Member on the Board of Directors may be changed by the Promoter Member at any time during its membership, in accordance with the Corporate Bylaws.

If Promoter Member is a consortium, association or other similar organization or otherwise has members or sponsors, the rights and privileges granted to the Promoter Member shall extend only to the Promoter Member, as an entity, and further shall not extend to the Promoter Member's affiliates and subsidiaries.

5. Intellectual Property Rights

The Promoter Member agrees to the terms and conditions of the Intellectual Property Rights ("*IPR*") Policy attached hereto as **Exhibit 2**. The Promoter Member acknowledges and understands that the IPR Policy may be revised from time to time in accordance with the provisions of the Corporate Bylaws.

6. Confidential Information

Except as otherwise identified by the Promoter Member, any information the Promoter Member submits or discloses to the Alliance, including its committees and/or working groups thereof, shall be treated as non-confidential and shall be available to all Promoter Members and Contributor Members of the Alliance without restriction. Any information pertaining to the business of the Alliance which is produced during Alliance activities including, but not limited to, Committee and Working Group meetings, email reflectors, document submissions, or which the Promoter Member submits or discloses to the Alliance, including any committee or working group thereof, and which is: (a) marked by the Alliance or Promoter Member as "***Confidential***" information; or (b) if orally disclosed, identified as Confidential prior to disclosure and reduced to writing and marked as Confidential within three (3) business days from the date of disclosure, shall be treated as Confidential information with respect to third parties, except for any portion thereof that constitutes information: (c) rightfully in the public domain other than by a breach of a duty to the disclosing party; (d) rightfully received from a third party without any obligation of confidentiality; (e) rightfully known to the receiving party without any limitation on use or disclosure prior to its receipt from the disclosing party; (f) independently developed by employees of the receiving party; or (g) generally made available to third parties by the disclosing party without restriction or disclosure. Such Promoter Member Confidential information shall be maintained by each Promoter Member and Contributor Member of the Alliance in confidence with at least the same degree of care that it uses to protect its own proprietary information and in no event with less than reasonable care, and each Promoter Member and Contributor Member of the Alliance that receives such Promoter Member Confidential information shall only use such Promoter Member Confidential information for the Alliance purpose for which it was submitted. In the event a Promoter Member and/or Contributor Member of the Alliance breaches the obligation of confidentiality with respect to the Confidential information of Promoter Member, the Promoter Member may seek legal recourse against the breaching Promoter Member and/or Contributor Member of the Alliance, or against any other appropriate entity, except that the Alliance shall have no liability with respect to such breach. Third parties seeking access to Promoter Member Confidential information that has been provided to the Alliance must reach an agreement with the concerned Promoter Member as condition for being provided the Promoter

Member's Confidential information, unless the Alliance is required to divulge the Promoter Member's Confidential information by a governmental body or by a judicial decree. Promoter Member Confidential information will not be included in Alliance Adopted Specifications unless the Promoter Member waives its confidentiality. The rights and obligations set forth in this **Section 6** shall expire three (3) years after the date the Promoter Member discloses or submits the Promoter Member Confidential information to the Alliance, or to any other Promoter Member or Contributor Member of the Alliance in the course of the Promoter Member's Alliance-related activities.

7. Prohibited Activities

Promoter Member agrees to the terms and conditions of the Antitrust Guidelines attached hereto as **Exhibit 3**.

8. Application to Affiliates

a) Definition

"*Affiliate*" shall mean, with respect to Promoter Member, any entity controlling, controlled by or under common control with Promoter Member, where "control" means direct or indirect ownership of or the right to exercise: (i) greater than fifty percent (50%) of the outstanding shares or securities entitled to vote for the election of directors or similar managing authority of the subject entity; or (ii) greater than fifty percent (50%) of the ownership interest representing the right to make decisions for the subject entity. Notwithstanding the foregoing, Affiliate shall not mean any entity that has previously been or which is currently a Promoter Member or Contributor Member of the Alliance.

b) Rights of Affiliate

As of the effective date of this Promoter Member Agreement and subject to all the terms of this Promoter Member Agreement, including without limitation, this **subsection (b)** and **subsection (c)** below, Affiliates of Promoter Member shall have the right to exercise the rights and benefit from the licenses granted to Promoter Member hereunder, provided that such Affiliates acknowledge and agree to be bound by: (i) all terms and conditions set forth in **Sections 5** through **22** of this Promoter Member Agreement; and (ii) any policies and procedures applicable to Affiliates of Promoter Member as may be determined by the Board of Directors from time to time. For purposes of the foregoing Sections of this Promoter Member Agreement, all references to "Promoter Member" shall be deemed to also include such Affiliates of Promoter Member. Notwithstanding the foregoing, unless otherwise determined by the Board of Directors, Affiliates of Promoter Member will not have any right to vote in any matters presented for vote before the Board of Directors and/or the Promoter Members of the Alliance. The rights granted under this **Section 8** shall terminate immediately upon: (iii) the Affiliate's material breach of any of its obligations under this **Section 8**; or (iv) termination or expiration of this Promoter Member Agreement pursuant to **Section 9**.

c) Right to Bind

An Affiliate of a Promoter Member shall not have the right to exercise the rights granted to the Promoter Member hereunder until the Board of Directors, or an officer of the Alliance at the direction of the Board of Directors, reviews and approves of such Affiliate's participation in the Alliance through this Promoter Member Agreement. As a condition of such approval, the Board of Directors or, at the direction of the Board of Directors, an officer of the Alliance may require written documentation that such Affiliate has duly authorized the Promoter Member and/or Promoter Member has the corporate authority to bind such Affiliate. The Board of Directors or, at the direction of the Board of Directors, an officer of the Alliance, may require additional proof of the relationship between the Promoter Member and such Affiliate and/or may impose additional conditions or terms governing such Affiliate's participation in the Alliance through this Promoter Member Agreement at any time, including, without limitation, prior to any access and/or use of any intellectual property or Confidential information by the Promoter Member and/or any Affiliate under the terms of this Promoter Member Agreement.

9. Term and Termination

a) Term

The Promoter Member acknowledges that the Alliance shall have a perpetual corporate term. This Promoter Member Agreement shall commence on the acceptance date and remain in effect until the earlier of: (i) expiration of the Alliance's corporate term; (ii) such time as Promoter Member elects not to renew its Promoter Member status as provided in **Section 3**; (iii) such time as Promoter Member elects to voluntarily withdraw as a Promoter Member of the Alliance as provided in **Section 9(b)**; and (iv) termination of Promoter Member's status as a Promoter Member as provided in **Section 9(c)**.

b) Voluntary Withdrawal as Promoter Member

Upon written notice to the Alliance, Promoter Member shall have the right to withdraw as a Promoter Member of the Alliance. Upon such withdrawal, the Promoter Member shall have no right to receive a refund of any previously paid dues, and the terms of **Section 9(e)** shall apply.

c) Termination of Membership

Upon the affirmative vote of not less than two-thirds (2/3) of the Board of Directors, , the Alliance shall have the right to terminate Promoter Member's status as a Promoter Member of the Alliance for cause. The term "for cause" shall mean Promoter Member's failure to materially comply with its obligations under this Promoter Member Agreement. Upon such termination, Promoter Member shall have no right to receive a refund of any previously paid dues and the terms of **Section 9(e)** shall apply.

d) Failure to Pay Annual or Specially Assessed Dues

Promoter Member acknowledges that Promoter Member status is conferred on an annual basis and that any renewal of membership, or in the case of a special assessment, continuation of membership, is contingent upon payment of the applicable dues. If the Promoter Member fails to pay the applicable annual or special assessment dues when required: (i) Promoter Member's status in the Alliance will not be renewed in the case of failure to pay the annual dues or will be terminated in the case of failure to pay the specially assessed dues; (ii) the Promoter Member shall be entitled to continue participation only upon re-application of membership to the Alliance; (iii) Promoter Member waives any notice or process requirements in connection with such non-renewal and/or termination of membership status; and (iv) the terms of **Section 9(e)** shall apply.

e) **Survival**

Upon expiration or termination of a Promoter Member's status as a Promoter Member of the Alliance: (i) the following terms shall survive: (A) this **Section 9(e)** and **Sections 6, 11** and **12** of this Promoter Member Agreement; and (B) Sections 2 and 3 the IPR Policy with respect to Necessary Claims of the Promoter Member and of other Promoter Members and/or Contributor Members incorporated into or a part of any adopted specifications existing prior to the effective date of expiration or termination of such Promoter Member's status as a Promoter Member; and (ii) the terms Sections 2 and 3 of the IPR Policy shall not apply to any portions of Proposed Specifications which have been expressly identified and affirmatively withdrawn from the Proposed Specifications by such Promoter Member prior to the effective date of expiration or termination of such Promoter Member's status as a Promoter Member.

10. Disclaimer of Warranties

NEITHER PARTY HERETO MAKES ANY REPRESENTATIONS OR WARRANTIES, EXPRESS OR IMPLIED, WITH RESPECT TO ANY SOFTWARE, DOCUMENTATION, INTERFACES, SAMPLE IMPLEMENTATIONS, SPECIFICATIONS OR ANY OTHER ITEMS PROVIDED OR MADE AVAILABLE TO PROMOTER MEMBER, THE ALLIANCE OR ANY OTHER PROMOTER MEMBERS AND CONTRIBUTOR MEMBERS OF THE ALLIANCE, OR WITH RESPECT TO ANY STANDARD OR INTERFACE OR SPECIFICATIONS APPROVED, PROMOTED OR ENDORSED BY THE ALLIANCE OR ANY OTHER PROMOTER MEMBERS AND CONTRIBUTOR MEMBERS OF THE ALLIANCE, INCLUDING, WITHOUT LIMITATION, ANY IMPLIED WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE, OR THAT ANY OF THE FOREGOING ITEMS DO NOT INFRINGE OR CONSTITUTE A MISAPPROPRIATION OF THE PROPRIETARY RIGHTS OF ANY THIRD PARTIES. EACH PARTY AGREES THAT ALL SUCH ITEMS ARE PROVIDED OR MADE AVAILABLE HEREUNDER "AS IS."

11. Limitation of Liability

Except for the indemnity obligations under **Section 12** below, neither party shall be liable to the other for any indirect, special, exemplary, consequential, and special or punitive damages, including without limitation, lost profits, even if advised of the possibility of such damages. In

addition to the foregoing, with respect to Promoter Member's participation in the Alliance, the Alliance shall not be liable to the Promoter Member for any direct, indirect, incidental, consequential, special or punitive damages including, without limitation, lost profits, sustained or incurred by the Promoter Member which are not attributable to the actions or inactions of the Alliance under this Promoter Member Agreement.

12. Indemnification

The Promoter Member shall indemnify, defend and hold harmless the Alliance and its directors, officers, employees, representatives, agents, attorneys, successors and assigns (collectively, the "*Indemnified Parties*") from and against any and all claims, suits, proceedings, liabilities, obligations, judgments, causes of action, costs and expenses (including reasonable attorneys' fees) to the extent arising out of or resulting from Promoter Member's failure to materially comply with any of its obligations under this Promoter Member Agreement. The Indemnified Parties promptly shall notify Promoter Member of any such claims, suits or proceedings and, at Promoter Member's sole cost and expense, reasonably cooperate with the Promoter Member in the defense of such claims, suits or proceedings. Promoter Member's cumulative liability pursuant to this **Section 12** shall not exceed One Hundred Thousand USD (USD \$100,000).

13. Insurance

The Alliance may purchase and maintain insurance on behalf of any person who is or was a director, committee member, officer, employee or working group member of the Alliance, covering the activities of such persons related to the business of the Alliance.

14. Notices

Any written notice required or permitted to be delivered pursuant to this Promoter Member Agreement shall be in writing and shall be deemed delivered: (a) upon delivery if delivered in person; (b) three (3) business days after deposit in the regular mail, registered or certified mail; (c) upon transmission if sent via facsimile, with a confirmation copy sent via overnight mail, provided that such overnight delivery is received by the sender; or (d) one (1) business day after deposit with a national overnight courier, provided that such overnight delivery is received by the sender, in each case addressed to the following:

If to Promoter Member:

The Contact/Representative at the
address identified on the cover page of
this Promoter Member Agreement

If to the Alliance:

Wi-SUN Alliance
275 Tennant Avenue, Suite 202

Morgan Hill, CA 95037 U.S.A.
Attention: Membership
Facsimile: +1 408 852 3496

Or to such other individual or address as may be specified by either party hereto upon notice given to the other.

15. Binding Nature and Assignment; Transfer of Membership Interest

This Promoter Member Agreement shall be binding on the parties and their successors and assigns. Promoter Member shall not assign or otherwise transfer its membership interest or this Promoter Member Agreement, or any part hereof, whether by operation of law, change of control (including a merger, exchange of stock or otherwise) or otherwise, without the prior written consent of the Alliance. Any assignment or transfer or attempted assignment or transfer by Promoter Member in violation of the terms of this Section shall be null and void and of no force or effect.

16. Media Releases and Use of Trademarks and Logos

Alliance agrees that Promoter Member shall have the right to list the Alliance's name and logo on Promoter Member's web site and advertising and promotion materials in accordance with guidelines to be adopted by the Alliance. Except as provided above or as may be allowed pursuant to written instructions or guidelines issued by a party, neither party shall use the name or any trademark or logo of the other party without such other party's prior consent. By executing this Promoter Member Agreement, Promoter Member agrees that the Alliance shall have the right to list Promoter Member's name and logo on the Alliance web site and advertising and promotion materials, in accordance with written instructions and limitations provided to the Alliance by Promoter Member.

17. Counterparts

This Promoter Member Agreement may be executed in one (1) or more duplicate originals, all of which together shall be deemed one and the same instrument.

18. Severability

If any provision of this Promoter Member Agreement is found by a court of competent jurisdiction to be invalid or unenforceable, such invalidity or unenforceability shall not invalidate or render unenforceable any other part of this Promoter Member Agreement, but this Promoter Member Agreement shall be construed as not containing the particular provision or provisions held to be invalid or unenforceable.

19. Waiver

No delay or omission by either party to exercise any right occurring upon any noncompliance or default by the other party with respect to any of the terms of this Promoter Member Agreement

shall impair any such right or power or be construed to be a waiver thereof. A waiver by either of the parties hereto of any of the covenants, conditions or agreements to be performed by the other shall not be construed to be a waiver of any succeeding breach thereof or of any covenant, condition or agreement herein contained.

20. Governing Law

This Promoter Member Agreement, and all the rights and duties of the parties arising from or relating in any way to the subject matter of this Promoter Member Agreement or the transaction(s) contemplated by it, shall be governed by, construed and enforced in accordance with the General Corporation Law of Delaware.

21. Relationship of Parties

Nothing set forth in this Promoter Member Agreement shall be deemed or construed to render the parties as joint ventures, partners or employer and employee.

22. Entire Agreement; Modifications

This Promoter Member Agreement, together with the Corporate Documents, sets forth the entire, final and exclusive agreement between the parties as to the subject matter hereof and supersedes all prior and contemporaneous agreements, understandings, negotiations and discussions, whether oral or written, between the parties. This Promoter Member Agreement may be modified only pursuant to mutual agreement of authorized representatives of the Alliance and Promoter Member.