

### Applied Administrative Expense Rate from 2020-06 Distribution

Upon distributing royalties to rights owner authors, composers and music publishers who have entrusted their rights to JASRAC, a specified rate (administrative expense rate) of the amount to be distributed is deducted as administrative expenses, to be used for business operations.

Royalty Category		Applied Rate	
		From 2020-06 Distribution	Current rate
General Performances, etc.		25%	25%
Major Live Concerts, etc. (# <sup>i</sup> )		15%	15%
Karaoke		24%	24%
Pachinko machines (exhibition, performance)		15%	15%
BGM		25%	25%
Lending (Records)		10%	10%
Online Karaoke for Commercial Use		9%	9%
Broadcasting, etc.		8.5%	9%
Cable Broadcasting, etc.		9.5%	10%
Interactive Transmissions			
Film	Synchronization Exhibition	25%	25%
Publication			
Audio Recordings		6%	6%
Music Boxes			
CD Graphics, etc.			
Karaoke IC Memory Cards			
Videogram Recordings		10%	10%
Reproduction for Advertisements		(# <sup>ii</sup> )	(# <sup>ii</sup> )
Reproduction for Games			
Others		(# <sup>iii</sup> )	(# <sup>iii</sup> )
Lending (Videograms)		10%	10%
Income from Abroad	Mechanical Rights Performing Rights	5%	5%
Remuneration for School Textbooks		20%	20%
Remuneration for Enlarged School Textbooks			
Remuneration for Alternate School Textbooks			
Remuneration for Private Audio Recording		10%	10%
Remuneration for Private Video Recording		(# <sup>iv</sup> )	(# <sup>iv</sup> )

---

(#<sup>i</sup>) "Major Live Concerts, etc." mean concerts for which the "amount obtained by multiplying the admission charge by the capacity" per performance based on the tariffs for "concerts and performances etc." exceeds 50,000,000 yen.

(#<sup>ii</sup>) With regard to royalty amounts designated by trustors, 8% is applied to the portion of the amount up to 3,000,000 yen, 2% is applied to the portion exceeding 3,000,000 yen and up to 10,000,000 yen, and 1% is applied to the portion exceeding 10,000,000 yen. When trustors do not designate royalty amounts, licenses will be issued based on royalty amounts prescribed in the Tariffs for Use of Musical Works depending on the form of reproduction. Therefore, the administrative expense rate for the corresponding royalty category will be applied.

(#<sup>iii</sup>) Administrative expense rates for "Others" are determined separately by the Board of Directors and are all below 25%.

(#<sup>iv</sup>) The applied rate for Broadcasting is applied in accordance with the provisions of Appendix 2 of the "Rules for Distributing Compensation for Video Home Recording" that constitutes the "Stipulations for Administration Entrustment Agreement" to add up and distribute to the TV broadcasting distribution fund.