



PRIVATE CLUBS

Rate Schedule

SCHEDULE I: LIVE ENTERTAINMENT

For "live" entertainment, the sum to be paid by LICENSEE to SOCIETY for each contract year during the term of this agreement shall be the amount in the right-hand column below that corresponds to the "Annual Expenditure for all Entertainment at the Premises":

| <u>Annual Expenditure for All Entertainment at the Premises</u> | | <u>Annual Rate</u> |
|---|-----------------|--------------------|
| Less than | \$5,000.00 | \$154 |
| \$5,000.00 | to \$9,999.99 | \$231 |
| \$10,000.00 | to \$14,999.99 | \$303 |
| \$15,000.00 | to \$24,999.99 | \$457 |
| \$25,000.00 | to \$34,999.99 | \$605 |
| \$35,000.00 | to \$49,999.99 | \$754 |
| \$50,000.00 | to \$64,999.99 | \$902 |
| \$65,000.00 | to \$79,999.99 | \$1,139 |
| \$80,000.00 | to \$99,999.99 | \$1,518 |
| \$100,000.00 | to \$119,999.99 | \$1,898 |
| \$120,000.00 | to \$139,999.99 | \$2,277 |
| \$140,000.00 | to \$159,999.99 | \$2,657 |
| \$160,000.00 | to \$179,999.99 | \$3,036 |
| \$180,000.00 | to \$199,999.99 | \$3,416 |
| \$200,000.00 | to \$249,999.99 | \$3,795 |
| \$250,000.00 | to \$299,999.99 | \$4,180 |
| \$300,000.00 | and over | \$4,554 |

The term "expenditure for all entertainment at the premises" as used in this agreement shall be deemed to include all payments made (whether in money or in any other form) by LICENSEE for all entertainment at the premises, excluding any service in connection with entertainment rendered by the regularly employed staff of LICENSEE, but including the compensation paid to any persons whose services are especially and exclusively engaged for the presentation of any such entertainment.

Where any arrangement either by contract or otherwise exists between LICENSEE and any entity or person presenting entertainment at the premises, which arrangement or contract shall provide that as the consideration or any part thereof, certain or any accommodations or services are to be made available for its or his use, then in such case, the extent of such accommodations or services shall be clearly defined and the reasonable value thereof regarded as an expenditure by LICENSEE for such entertainment and reported to SOCIETY as expended during each contract year in which such entertainment is presented, provided that if LICENSEE and SOCIETY shall fail to agree as to the reasonable value of such accommodations or services the same shall be fixed at a sum equal to one-half of the prevailing rate charged to the guests or patrons of the premises for such accommodations or services.

LICENSEE shall estimate its "Annual Expenditure for all Entertainment at the Premises" for the first contract year based on the pro rata expenditure for all entertainment at the premises for those periods during the previous year when LICENSEE offered music as part of its Operating Policy.

SCHEDULE II: MECHANICAL MUSIC

| Number of Members | | Annual Rate |
|-------------------|----------|-------------|
| 1 | to 300 | \$ 75 |
| 301 | to 500 | \$100 |
| 501 | to 700 | \$120 |
| 701 | to 1,000 | \$135 |
| 1,000 | and over | \$150 |

* If audio-visual performances of mechanical music (such as the use of a large-screen projection television) are given, use the applicable category and add 50%.