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LICENSE AGREEMENT - CSI/SMI and the Missions  
(Marks)

THIS AGREEMENT is made this 19<sup>th</sup> day of May,  
1982, by and between:

CHURCH OF SCIENTOLOGY INTERNATIONAL, a California non-profit religious corporation (hereinafter referred to as "CSI"); and

SCIENTOLOGY MISSIONS INTERNATIONAL, a California non-profit religious corporation (hereinafter referred to as "SMI").

RECITALS

A. Religious Technology Center, a California non-profit religious corporation (hereinafter referred to as "RTC"), was formed to be the protector of the religion of Scientology and to maintain the purity and ethical use of the philosophy and technology of the religion, including the services and the products associated with the religion, and to own the service marks and trademarks associated with those services and products, with all of the rights and responsibilities that are incident to and required by ownership in order to maintain their validity,

to protect the exclusivity of their use by faithful organization of the religion of Scientology, and to insure that the nature and quality of all services and products that are associated with the service marks and trademarks are in accordance with the writings and recorded spoken words of L. Ron Hubbard, the Founder of the religion (hereinafter "LRH", whose writings and recorded spoken words with respect to Scientology and the organizations formed for the purposes thereof hereinafter are referred to as "the Scientology Scriptures").

B. CSI is the Mother Church and the highest ecclesiastical authority of the religion of Scientology, and is and has been committed and dedicated to the advancement and dissemination of the religion of Scientology in accordance with the Scientology Scriptures, through the organizations of the religion of Scientology, including the Missions that are under its ecclesiastical control and supervision.

C. RTC is the owner by assignment from LRH of certain service marks, and trademarks formerly owned by LRH and pertaining to the religion of Scientology, DIANETICS spiritual healing technology, SCIENTOLOGY applied religious philosophy, and organizations and operations related thereto, including the name, initials and parts of the name of LRH, and the marks

identified in the list attached hereto and identified as Exhibit A (hereinafter referred to as "the Marks"), and of the goodwill associated with the Marks.

D. RTC is the owner by assignment from LRH of registrations of certain of the Marks in many countries of this planet, and of pending applications for registrations, and of the goodwill associated with the Marks shown in those registrations and applications for registrations.

E. RTC may file applications for registration of other marks pertaining to the religion of Scientology, DIANETICS spiritual healing technology, SCIENTOLOGY applied religious philosophy, and organizations and operations relating thereto, which applications and all registrations that issue thereon will be included in the Marks.

F. RTC and CSI have entered into a formal agreement granting CSI and the Missions of the religion of Scientology (hereinafter "the Missions") under the ecclesiastical supervision and control of CSI the right to use the Marks in connection with services.

G. SMI is the Mother Church and managing organization for the Missions, under the auspices and authority of CSI, and wishes to use the Marks,

as a related organization of CSI under CSI's ecclesiastical supervision and control, and to supervise and control the use of the Marks by the Missions.

NOW, THEREFORE, in consideration of the following grant and mutual promises, and other good and valuable consideration, the parties agree as follows:

1. Grant

a. CSI, with the approval of RTC, grants to SMI the right and license to use each and all of the Marks in connection with services pertaining to the religion of Scientology rendered by SMI and the Missions.

b. This grant extends to all activities of SMI and the Missions with respect to the religion of Scientology that are under the ecclesiastical supervision and control of CSI and the managing authority of SMI, so long as SMI and the Missions expressly agree and covenant to respect and abide by the terms and conditions of this grant, including recognition and acceptance of RTC as the owner and protector of the Marks, with the rights and responsibilities that accompany ownership.

c. This grant does not include the right to authorize or to license the use of the Marks by other entities of any kind, and the granting of further licenses is expressly prohibited.

d. This grant is limited to use of the Marks in connection with services. The right to sell products, including books and other publications, embodying or bearing the Marks, except products obtained by or through LRH or another source authorized by LRH or RTC, is expressly excluded from this grant.

2. Consideration And Expense Reimbursement

The only consideration required of SMI and the Missions for the grant herein made is the acknowledgement, as a condition of this license, of the prior and continuing commitment to the full and faithful performance of the promises made herein, particularly including the promise to actively use the Marks in advancing and disseminating the religion of Scientology in accordance with the Scientology Scriptures, and to promote and protect the religion of Scientology and the image of LRH, as the Founder, under and in connection with the Marks.

3. Control and Supervision

a. The governing standards for the nature and quality of all services rendered under and in association with the Marks shall be the Scientology Scriptures, as they exist upon the effective date of this Agreement. Additional writings and recorded spoken words of LRH may be added to the Scientology Scriptures, and to the governing standard of this Agreement, as they come into existence and are adopted by CSI.

b. CSI shall have the right to disseminate standards, specifications and guidelines for the proper use and display of the Marks, and SMI shall insure that all of the Missions, and all of their staff, members, employees, parishioners and congregants shall follow and abide by all such standards, specifications and guidelines. All standards, specifications and guidelines presently in use by the Missions shall remain in effect until changes are disseminated by CSI.

c. Neither SMI nor any of the Missions shall engage in any activity that is in conflict with or hostile to the Scientology Scriptures, or hostile to or derogatory to LRH, nor use any of the Marks on or in connection with any matter that is not part of, or related to, the religion of Scientology, or the approved services of SCIENTOLOGY applied religious philosophy and DIANETICS spiritual healing technology.

d. CSI and RTC shall have the right to monitor all operations of SMI and the Missions with respect to the Marks, inspect all books, records and facilities pertaining to use of the Marks and receive sample specimens and summaries of literature, publications and products using the Marks, in reasonable numbers and with reasonable frequency, to insure compliance with all standards, specifications and guidelines.

e. CSI may, if it ever deems it necessary or advisable, send a corrective mission to SMI or any of the Missions to correct any deviation from the standards, specifications or

guidelines of this Agreement, and SMI shall reimburse CSI for all of its costs of the corrective mission (or require the Mission to do so), including travel and living costs of personnel and the time of such personnel, at rates not to exceed the then prevailing rates charged by CSI for corrective missions.

4. Minimum Standards

In addition to the standards that have been stated, the minimum requirements for qualification to use the Marks by a Mission shall include:

a. Establishment of a religious body and entity for the advancement and dissemination of the religion of Scientology, pursuant to the Scientology Scriptures;

b. Maintenance of sufficient trained staff to effectively minister to all parishioners and congregants;

c. Proper and effective display of the Marks and the religious symbols of the religion of Scientology, to enhance and preserve the image of Scientology as a religion, including display of a certificate or charter supplied by SMI and approved by CSI;

d. Offering of religious services, hearing of confessionals for executives, staff and parishioners, and publication and distribution of religious literature and other sectarian aids to propagate and disseminate the religion of Scientology;



e. Subject to local laws, satisfaction of all requirements for tax exempt status as a religious charitable organization;

f. Maintenance of financial responsibility and solvency at all times; and

g. Entry into a formal written agreement with SMI containing covenants to fulfill and abide by the terms of this Agreement with respect to the Marks.

5. Enforcement

RTC and CSI are responsible for the enforcement of rights under the Marks against any unauthorized or improper use. SMI and the Missions shall report to CSI all unauthorized or improper use that comes to their attention, and shall render all assistance that may be required in correcting or terminating such use, but shall not initiate any legal action without the express written permission of CSI or RTC.

6. Indemnity and Disclaimer

a. SMI acknowledges its full responsibility, and that of the Missions, for the ethical and proper use of the Marks and the philosophy and technology of the religion of Scientology according to the Scientology Scriptures, and covenants that neither it nor any of the Missions, or any of their staff, members, employees, parishioners or congregants will make any claim against RTC, CSI, LRH or any person associated

with RTC, LRH or CSI. SMI and each of the Missions shall indemnify and hold harmless RTC, LRH, CSI and all of their agents, employees, representatives, heirs, successors and assigns, from and against all liabilities, claims and actions of any kind, and costs, including attorneys' fees, which arise from or relate to the use of the Marks, or relate to or arise from any of the services or products associated with the Marks

b. The Scientology Scriptures contain a record of research and observation of LRH into the nature of the human mind and spirit and a spiritual guide intended to assist persons to become more aware of themselves as spiritual beings, restoring respect for self and others, and not for treating or diagnosing human ailments of body or mind nor for engaging in teaching or practicing medical arts or sciences. Neither RTC, CSI nor LRH makes any claim that the nature or purpose of the Scientology Scriptures exceeds this description or that the Scientology Scriptures will have any particular effect on any particular parishioner.

c. SMI hereby acknowledges and agrees to the disclaimer of the preceding paragraph, and shall require the same of each of the Missions that is authorized to use the Marks under this Agreement.

d. SMI and the Missions, and their staff, members, employees, parishioners and congregants shall require all

individuals who receive training or counseling services under the Marks to sign a disclaimer in the form attached as Exhibit B.

7. Names And Ownership

SMI and the Missions may make appropriate use of the Marks in their names, but acknowledge and agree that:

a. This Agreement rescinds and replaces all previous agreements with respect to the Marks, and SMI and the Missions have no rights of any kind with respect to any of the Marks except those rights that are granted by this Agreement;

b. The Marks shall not become part of the assets of SMI or the Missions, and all use by SMI and the Missions of any of the Marks, in their names and otherwise, is and shall be pursuant to this Agreement alone, and shall support the ownership of the Marks by RTC with the same effect as if RTC had itself made that use; and

c. If this Agreement ever is terminated for any reason SMI and the Missions shall immediately cease all use of each of the Marks, in their names and otherwise, and shall forever refrain from further use of any of the Marks, unless and until formally reinstated hereunder.

8. Enforcement of Obligations of Performance

a. This Agreement shall be perpetual in term, and shall be terminable by RTC and CSI as to SMI or any Mission

only for cause, and only after arbitration as provided herein has determined that no other effective alternative is available. At its discretion, RTC may, however, immediately suspend the right of SMI or any Mission to use any of the Marks pending arbitration, if SMI or the Mission is not using the Marks, or is misusing any of the Marks in a manner that places the validity or enforceability of any of the Marks in serious danger under applicable laws.

b. As a condition of this license, SMI agrees that any dispute which arises out of or relates to this Agreement shall be determined by arbitration at Los Angeles, California, or such other location upon which the parties to the dispute may agree. In the event of arbitration, the parties to the dispute shall attempt to agree upon a single arbitrator to hear the dispute. If they are unable to do so, each party shall select a separate arbitrator, and the two arbitrators so selected shall choose a third arbitrator. Each arbitrator shall be a member in good standing of a Church or Mission of the religion of Scientology, and shall be familiar with the Scientology Scriptures, and in particular, those Scientology Scriptures pertaining to the Scientology ethics and justice system of the Churches of Scientology. All such arbitration shall be conducted in accordance with the Scientology ethics and justice system, and the decision of the arbitrator or arbitrators shall be final.

c. RTC and CSI, subject to the decisions in arbitration, shall have the authority to assess and collect monetary fines from SMI or any of the Missions, in amounts that are

commensurate with the circumstances. RTC also shall have the right, as a last resort after all other measures have proved unsuccessful, to terminate the right of SMI or any of the Missions to use the Marks.

d. If SMI or any of the Missions ever fall into hostile hands or engages in or condones propaganda against the Marks, the religion or organizations of Scientology, or LRH, or fails to hear confessionals of its executives, staff and parishioners, or if it conducts itself in such a way as to endanger the name or reputation of RTC, CSI or LRH, or involves RTC, CSI or LRH or any of their agents in public litigation, this license is subject to cancellation.

9. Registrations and Recordings

Upon the request of RTC, SMI and the Missions shall execute and deliver to RTC any license agreements, registered user agreements, and other documents that RTC deems necessary or desirable for the purpose of registering or recording this Agreement or the rights of either party under this Agreement, in any country on this planet. SMI and the Missions shall assign to RTC or cancel (at RTC's option), any registrations or agreements of SMI or the Missions that are in conflict with RTC's ownership of any of the Marks or registrations.

- b. Contain information about individual Scientologists which may only be used and divulged in strict accordance with the doctrines, tenets and policies of Scientology as set forth in the Scriptures of the religion,
- c. Have no legitimate purpose or use whatsoever save and except the religious purposes and uses of the hierarchical Church,
- d. Are essential to the realization by individual Scientologists of the spiritual awareness and ability which may only be realized through the religious services provided by the hierarchical Church,
- e. Are held in trust by the Church for the benefit of the hierarchical Church.

4. The Church represents and warrants that the Files are not, have never been and will never be represented to be or treated as assets or property of the Church on any financial statement, in its records or books of account, or otherwise.

5. The Church covenants and agrees that the Church:

- a. Will hold, use and dispose of the Files solely and exclusively in trust for the hierarchical Church and in accordance with the doctrines, tenets and policies stated in the Scriptures of the religion;
- b. Will under no circumstances transfer custody or control of the Files or any of them to any organization or individual other than a Church of Scientology, a Mission of Scientology, a Field Auditor or the duly authorized holder of an ecclesiastical post in a Church or Mission of Scientology; and will transfer custody or control

10. Lack of Agency

Neither party shall be deemed to be the agent, joint venturer, or partner of the other, or of LRH or RTC, and neither shall have the authority to act in behalf of the other or for RTC or LRH in any matter, including acceptance of service of process.

11. Governing Law

This Agreement shall be interpreted according to the laws of the State of California, United States of America.

12. Assignability and Binding Effect

a. This Agreement is personal to SMI and the Missions, and the rights and obligations hereunder shall not be assignable or otherwise transferrable by SMI or the Missions, in whole or in part, without the prior written approval of CSI. In the event of any attempted assignment or transfer by SMI or any Mission of its rights under this Agreement, whether voluntary or involuntary, all rights of SMI and any Mission with respect to the Marks shall immediately terminate.

b. This Agreement shall be binding upon and for the benefit of the successors, assigns and legal representatives of CSI.

CHURCH OF SCIENTOLOGY INTERNATIONAL

BY Heber J. Goldschmidt  
Its President

BY Sandra Brennan  
ASSTANT  
Its Secretary

SCIENTOLOGY MISSIONS INTERNATIONAL

BY Yan P. Kagan  
Its President

BY [Signature]  
Its Secretary



TRADEMARKS  
(WORD MARKS)

ABILITY

APPLIED PHILOSOPHY

COMMUNICATION MAGAZINE

DIANETICA

DIANETICS

DIANETIK

E-METER

EASI

EEO

LA DIANETIQUE

LA SCIENTOLOGIE

LRE

L.R.E. SCIENTOLOGY

L. RON HUBBARD

HUBBARD

OYOTETSUGAKU

SCIENTOLOGI

SCIENTOLOGIA

SCIENTOLOGY

SCIENTOLOGY E-METER

STANDARD DIANETICS

UNDERSTANDING

EXHIBIT A  
Page 1 of 5

TRADEMARKS

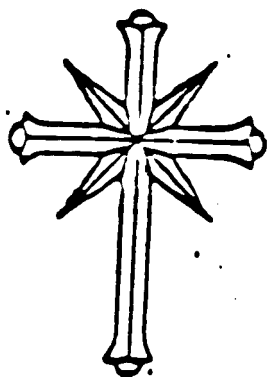
(DEVICE & DESIGN MARKS)



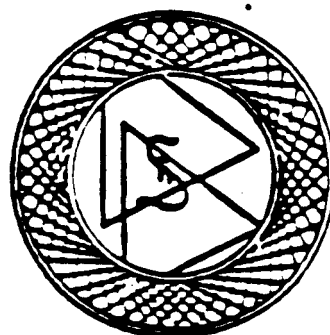
DIANETICS  
SYMBOL



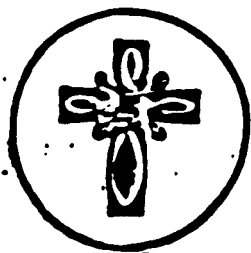
S & R IN DOUBLE TRIANGLE  
RELEASE PIN



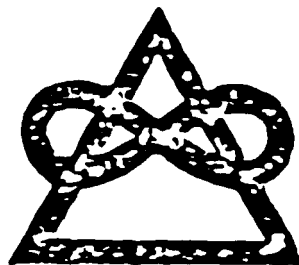
SCIENTOLOGY CROSS  
(Pointed)



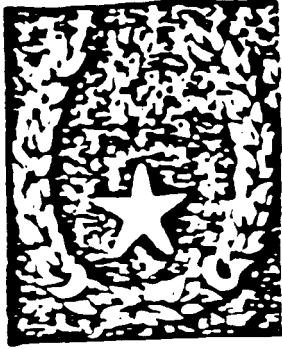
S & R IN DOUBLE TRIANGLE  
IN TWO CIRCLES



SCIENTOLOGY CROSS  
(Rounded)  
...80: SCN MINISTER'S CROSS



DIV VI SYMBOL



STAR & WREATH

L. RON HUBBARD (Signature)



OT SYMBOL



POWER PIN

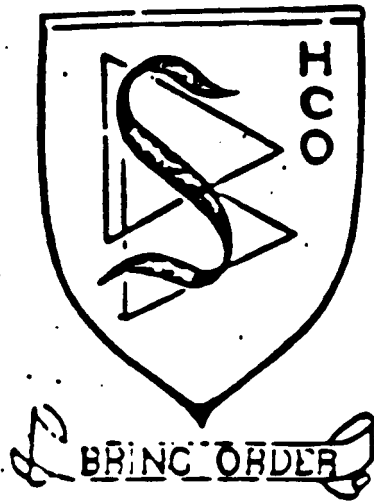


SEA ORG SYMBOL



E-METER SYMBOL  
(HCO Symbol)

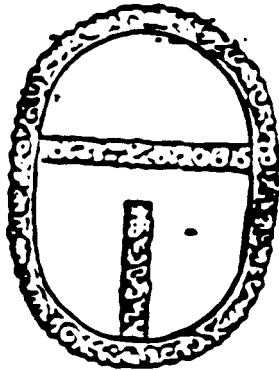
EXHIBIT 7  
Page 30



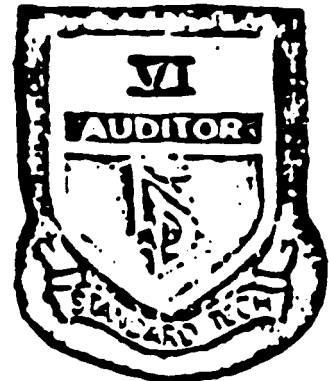
HCO HASI BADGE



SCN SYMBOL



OT SYMBOL IN WREATH



CLASS VI BADGE



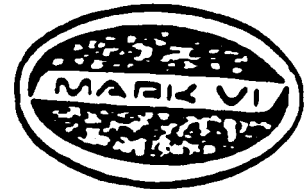
CAR BADGE "S"

Handwritten initials 'LRH' in a stylized, cursive font. The 'L' and 'R' are connected, and the 'H' is separate.

LRH Initials (signature)



CLASS IV BADGE



MARK VI SYMBOL

DISCLAIMER  
(With Waiver)

1. The undersigned hereby acknowledges that:

a. The writings of L. RON HUBBARD ("LRH") are a record of observation and research by him into the nature of the human mind and spirit. These writings contain a spiritual and religious guide intended to assist persons to become more aware of themselves as spiritual beings, restoring respect for self and others, and not for treating or diagnosing human ailments of body or mind nor for engaging in teaching or practicing medical arts or sciences. Neither LRH nor any of the organizations which espouse, present, propagate or practice the religion of Scientology, or SCIENTOLOGY applied religious philosophy, or DIANETICS spiritual healing technology, makes any claim that the nature or purpose of the religion of Scientology, or of SCIENTOLOGY applied religious philosophy, or of DIANETICS spiritual healing technology, or the writings of LRH, exceed this description or that the application of any of them will have any particular effect on any particular person,

b. The undersigned relies solely on the single organization specifically involved, without the participation of any other person or entity, for the ethical and proper delivery of the religion of Scientology, SCIENTOLOGY applied religious philosophy and DIANETICS spiritual healing technology.

2. The undersigned hereby waives any claim against LRH, all other organizations, and the agents, employees, representatives, predecessors, successors, assigns, and affiliates of all of them, which is inconsistent with the preceding paragraphs, and will hold them harmless from any related or resulting cost or liability, including attorneys fees.

DATED: \_\_\_\_\_

\_\_\_\_\_

EXHIBIT B