Dish Network of Texas
Notice of Violation
Page 2 of 3
The Company is alleged to have violated Texas Business \& Commerce Code $\$ 44.102$ and PU.C. Susstanmye Rue 2637(d)(1), which provides that a telemarketer shall not make or cause to be made a telemarketing call to a telephone number that has been pfleotrofpioadty Filed than 60 calendar days on the Texas No-Call list, uness certain exempllar 8912024 t 04:05 p.m. discussed in further detall in the Repont on Violations and Recoflizabetth AforBrown Administrative Penalies included in this NOV as Attachment B, the Comy1e bk off \$difreme Court have made 14 prohibited calls to persons registered on the Texas No-Call List for the period March 2005 to November 2005.

Additionally, the Company is alleged to have violated P.U.C. SUbstantive Rule 26.37 (d)(2) which requires telemarketers to purchase each published version of the Texas No-Call List unless certain exempions apply, As discussed in the report ineluded as Athachment B, the Company is alleged to have violated PU.C, SUBSTantwe RuEE 2637 (d)(2) by falling to purchase the March, June, and September 2005 published versions of the Texas No-Call List.

## 11. Statement of the Amount of the Penalty

The Executive Director recommends assessing an administrative penaly against the Company in the amount of $\$ 16,250$. See Attachment B attached hereto and incorporated herein for an explanation of the penalty amount. This recommended penaly is based upon the information avalable to the Commission Staff at this time. To the extent the Company can provide sufficient records to indicate that the prohibited calls were not made (ie. outbound call logs or phone records), demonsirale that the calls met the exemptions to the Texas No-Call List requirements, or demonstrate that the calls were isolated occurrences, this notice of violation will be amended accordingly.

## IV. Statement Relating to Company's Rights

Persons alleged to have committed a violation have a right to a hearng on the occurrence of the wiolation, the amoml of the penalty, or both the occurrence of the violation and the amount of the penalty. Pursuant to PU.C. Procedural Rule 22.246 , options avallable to resolve this matter include paying the penaly, requesting a settement conference, and requestime a contested case hearing. If you wish to request a settement conference or contested case hearing, you must do so within 20 days. If you choose to accept the determination and recommended penalty, you must notify the Conmission's Execuive Director in writing within 30 days and must take all corrective action required by the Commission.

Dish Network of Texas
Notice of Violation
Page 3 of 3
If you have any questions about he issues faised in this NOV, please contact Sean Farrell, Staff Attorney, Legal Division, at (512) 936-7290.


Public Ulility Commission of Texas

# ATTACHMENT A <br> <br> PUC PROCEDURAL RULE 22.246 <br> <br> PUC PROCEDURAL RULE 22.246 AND AND <br> <br> PUC SUBSTANTIVE RULE 26.37 

 <br> <br> PUC SUBSTANTIVE RULE 26.37}

PX0538-004

## Subchapter M. PROCEDURES AND FIING REQUREMENTS IN PARTICULAR COMMISSION PROCEEDINGS.

## Administrative Penalies.

(a) Scope. This secten is intended to ddress enforcencm actions related to siministrative penalties only and does not ayply to any other enforcemen actons that may be undertaken by the commission or the conmission staff
(D) Defintions. The following words and toms, when used in this section, whall have the following meanings unless the contex cleary indicates otherwise
(1) Executive drector - The executive directer of he conminssion or he executive directorts designee.
(2) Person - Includes a matumal person, pathership of two or more persons having a joint or common interes, munal or cooperative association, aml coporation
(3) Violation - Any activik or conduet protibited by the Public Uutity Regulatory Act (PURA), commission nule or commission order.
(4) Continuing violation - Except for a violation of PUR4 Chapter 17, 55 , or 64, and commission rules or commission order pursuant to those chapters, any instance in which the. person alleged to hove committed a violation attests that a volation has been remedied and was accidental of madvertent and subseguent investigation reveals that the violation has not been temedied or was nol acedenal or madverent.
(c) Amount of penalty.
(1) Each diy a violation contimues or oecurs ts a separate violation for which a penalty can be levied, regardess of the status of any adminitrative procedores that are initited under this subsection.
(2) The penaly for each separte yolation may be in an mount no to exceed $\$ 5,000.00$ per day.
13) The anount of the penaly shall be based ont
(A) the seriousness of the violaion, meluding the neture, circomstances, extent and gravity of any prohbited acts, and the hazard or potential hazard crented to the bealth, safety. or economic welfare of the public,
(B) the economic harm to propery or the enyironment caused by the violations
(C) the history of previous viotations;
(D) the momu necessary to deter funve violations
(E) efforts to correct the violation, and
(9) any other matter that justee may require, including, but not imited to, the respondents fimely coinplince with requests for information, conypleteness of responses, and the manner in which the respondent bas cooperated with the commission during the investigation of the aleged violation.
(d) Initition of invectigation. Upon receiving an allegaton of a yiolation of of a continuing wolation, the executive diector shall determine whether an investigation should be Inifiated.
(e) Aeport of violation or conlinuing violation. If, based on the investigation tndertaken pursuant to sabsection (d) of the section, the executve director detemines that a viotation or a continuing wolation has ocourred, the executive director may issue a repant to the commission.
() Contents of the report. The report shall state the facts on which the determination is based and a tecomitendation on the imposition of a peralty, molvaing a recomnenendition on the amount of he penalfy.

# Subchapter M. PROCEDURES AND FILING REOULREMENTS IN PARTICULAR COMMISSION PROCEEDINGS. 

## \$22.246(e) eontinued

(2) Notice of report. Wthin 14 days after the tepen is issued, the executive firectot shall, by certifed mail, ream recept requested, give writen notice of the repor to the person who is alleged to live commited the violation or continuing violation which is the subject of the report The nolice must inelude.
(A) a brief summary of hie alleged violaton or contmuing violation
(A) a statement of the amount of the recommended penaliy;
(C) a statement thet the person whe is alleged to have commited the violation or contming siolation has a nght to a hearing on the occuncnce of the wiolation or contuming volation, the amount of the penally, or both the occurrence of the viotation oc contiming volation and the anount of tie penalys.
(D) 2 copy of the repon issued to the commistion punsunt to this subsention, and,
(E). a copy of the section, 22,246 of this tite (relating to Admatrative Penalties).
() Opions for response to notlec of violation ar continuing violation.
(1) Opportunity to renedy.
(A) The paragraph does no apply to a violation of TURA Chapters 17,55 , or 64 , or of a commission mie or commission order pursuant wo hose shapters.
(B). Wihin 40 days of the date of tecetpt of a notice of vilation set out in subsection (c)(2) of this section, the person aganst whom the penalty may be assessed may file with the commiscion proof that the alleged violation has been renedied and that the alleged violation was acidental of madvertent A persen who claims to have remected an alleged violation has the burden of proving to the commission both that an alleged viohion was renedied before the 3 se day after the date the person received the report of vilation and that the alleged violaton was aceldental or inadvertent Proof that an alleged vilation has been remedied and that the aleged violation was accidental or inadvertent shall be evidenced in whiting, under oath, and supported by necessary documentation.
(C) If the execuite ditector determimes fhat the alleged violation tar been renediet, was remediec with 30 days, and that the alleged violation was accidental or inadvertemt no penaly will be assessed aganst the perton who $s$ alleged whave commited the violation
(D) Tf the executive directer determines that the alleged volation was net remedied or was not aceidenth or badectent, the execmive director shall make a dexermination as to what further proceedings are necestary.
(A) II the executve diesto deternines hat the aleged violahon is a conthung violation, the exccutive diector shall institute further proceedings, inching referal of the matter for hearing pursuant to subsection (h) of this section.
(2) Poyment of perally: Winh 30 days after he dite the person receves the notice se out in subsection (b)(2) of this sccion, the person may aceept the deteminaton and recommended penaty through a writen statement sent to the expertive direeter If the option is selected, the person shall take all corective aetion requirec by the commissien. The commission by witen onder shall tppreve the detemination and impose the recommended pendty.
(3) Reguest for hearing Not later than the 20 th dey dfer the date the person recelves the nolice set wut in subsection (e)(2) of this section, the person may submit to the executive director a writen tequest for a hearing on fae occurence of the vialation or contuing violation, the

# Subchapter M. PROCEDURES AND FILING REQUIREMENTS IN PARTICULAR COMMISSION PROCEEDINGS. 

## \$22.246(0)3) continued

amount of the penaly, or both the oceurence of the yolation or continuing vilation and the amount of the penalty.
(g) Settement conferenee, A settement conference may be requested by any party bo discuss the occureace of he viohtion or contuning volation, the mown of the peralty, ond the possiblity of reaching a settiemem prior to hearitg. A settemem conference is not subyeot to the Texas Rules of Evidence or the Texas Rules of Civi Procedure, however, he discussions are subject to Texas Rulen of Civit Evidence 408 , coneeming compromise and offers to compromise,
(1) If settement is reached:
(A) the partes shall fie a repot with the executive director setting forth the factual basis for the settlement
(0) the executive director shall issue the repon of settenent to the commission, and
(C) We commission by writen order will approve the setlement.
(2) If a setterent is reached after the matter has been referred to $\$ \mathrm{OAH}$, the matter shall be returned to the conmistion, If the settlement is approved, the commission shall istue an order memoralizing commission approval and seting forth commission onders associated with the setfement agrecment
(1) Hearing. If a person requests a hearing under subsection ( 0 () of this section, or fails to respond Himely to the notice of the report of violation or continuing viclation provided pursuant to subsection (ey() of this section, or if the executive tircotof determines that further proceedings are necessary, he executye dredtor shall set a hearimg provide notice of the hearing to the person, and refer the case to SOAH pursuant to $\$ 22207$ of his the frelatig to Referral to State Ofice of Administrative Hearngs). The case shall then proceed as set forth in paragraphs (1) ( 5 ) of this subsection.
(1) The commision shall provide the SOAH adminstratwe lay fudge a list or issues or arear hat must be addessed.
(2) The hearing thall be conducted in accordance with the provisions of this chapter.
(3) The SOAH adminstratue lay judge shall prompty issue to the commision a proposal hor decision, inoludins findings of fact and conclusions of lave about:
(A). the occurrence of the alleged violation or cominuing volation:
(D) whether the alleged violation was cured and was accidentel or inadyentent for a Vilation of any Chaper other than PUTA, Chapters 17,55 , or 64 , or of a comnission nil or cormmision order pirsuant to those chaplers; and
(C) the amount of the proposed penalty.
(4) Bused on the Sosn administrative lav jadge's proposal for decision, the commission may,
(A) detemine that a violation or conimuing viotation has oceured and troose a penalyy.
B) detemine that a violition accurred but hat, pursuant to subsection ()(1) of this section, the perron remedied tee violation within 30 days and proved that the violation was accidental or inadvertent and thar no penaly will be imposed; of
(C) determine that mo violation or continuing viotation has occured.
(5) Notec of the commission's order usued pursuant to paragraph (4) of this subsection shall be proviced under the Govermment Code, Chapter 200 and 922,263 of this tite (relating to Final Orders) and shall inthode statement hat the person has a right to judicial review of the order.

## CHAPTER 26. SUBSTANIIVE RULES APPLICABLE TO TELECOMMUNICATIONS SERYICE PROVIDERS

## Subchapter B. CUSTOMER SERVICE AND PROTECTION.

## \$2637. Texas No-Call List

(a) Purpose, This section mplenenis the Texas Business $\&$ Connerec Code Snnotated \&44 103 (Bus. \& Con, Code) relating to mles, customer mfomation, and isolated viblations of the Texas norcall ist.
(b) Apphication. This section is apphicable to:
(1) Certicated telecommunications utiltes (CTUs) as defined by 826.5 of this bite (relating to Defnitions), that provide local exchange telephone service to tesidential custoners in Texas; and:
(2) Telermaketer, ss defaed in subsection (cy) 9 of this section neluding, but not limited to, retail electre provider as defined im Sts $s$ of this Mte (relating to Defnitions).
(c) Defluthons. The followng words and terms, when used in this section shall have the following meanygs, unless the context clearly indicates otherwise.
(1) Consumer gond or service - For purposes of his section, consuner good or service has he same meoning as Bus, \& Com. Code S 44.0023 ), relating to Definitions.
(2) Established husiness retationship - A prior or exitting setationship that has not been terminaed by either paty, and that was fomed by volintary two way commencation between a peron and 8 consumer regardless of whether consideration was exchanged, regarding constmer goods or services offered by the person.
(3) No-call database - Database ciminiglered by the commistion or its designe that contams the names, addresses, non-business telephone numbers and dates of registraton for all Texas nocall registrants. Lists or other infomation generated from the no call database shall be deened to be a part of the database for puposes of enforcing this section.
(4) No-call list - List het is published and distributed ss regured by sibsection (f) (2) of ths section.
(5) No-call regiserant - A telephone custoner who has regiskered by application and payment of Hecomparying fee, for the texas no call list.
(6) State heensee - A perxon beenced by a state agency under a ta of his state that reguires he person to obthim a license as a condifion of engacing tr a profescion or bisiness.
(7) Telemarketige call-An msolicited telephone coll made to:
(A) solicis sale of a consumer goed or service,
(B) solicit an evtension of credz for a consumer good or servie, or
(C) obtan infomation that may le used to sollit a sale of a consumer good or service or to extend credit for sale.
(8) Telephone call - A call or other tranctission that is made to or recelved at a telephone number within an exchange in the state of Texas, ncluding but mor limited to.
(A) a call nade by an automatie dial anouncing device (ADAO) or
(B) a transmission to a facsime recoraity device:
(9) Telemerteter - A person who makes or ccuses to be made a telenarketing call that is made wa colephone number in an exchange in the state of Texas.
(d) Requifement of elemarketers.
(1) A telematheter sholl not make or cause to be mode a telemarkeing call to a telephone number that has been published for more than 60 calendar days on the Texas no call list.
(2) A telemarketer stall purchase each published version of the no-call ist untess:
(A) be entrety of the telenoukerer's business if comprised of telemarkeing calls that are exempt pursuath to subsection (e) of the section; or

## CHAPTER 26. SUBSTANTVE RULES APPLICABLE TO TELECOMMUNICATIONS SERYICE PROVMOERS

Subchapier B. CUSTOMER SERVICE AND PROTECTION.

## \$26.370 continued

(9)- Imended useof the ro-call database and no-call hist
(4) The no-call davabse shall be used only for the intended purposes of creatimy a no- 6 cll list and promoting and firthering statutory mamdates in accordance who he Bus. 8. Com. Code, Chapter 44 , riating to Tclemarketing Neiber the no-call daiabse mor a published no-cill list shall be transierred, exchanged or resold to a non-subsenting enity, group, or Tndividual regardless of wheher compensation ls exchanged,
(D) The no-call database is not opente public inspection ar disclasure,
(C) The drinistrator shall take all necessory steps to protect the confidentiality of the no-call databese and preven access to the no-call database by wathonied paties.
(4) Penalties for misuse of intormstion, Improper ase of the no-call database of a published no. coll list by the adminttaton, tetematketer, or any other person regardless of the method of atomment, shal be subject to sdministative penahtes and enforcemen provisions contained in \$22.246 of the itle (relatug to Adminstratwe Pemities)
(g) Noice. A CTU Shall provide notice of the no call list to ench of its residential costomers as spechied by this subsection In adition o the regured notice, the CTU moy engage in other foms of customet notfietion.
(1) Content of nutice A CTU shal provide notice in compliance with $\$ 26.26$ bf this tille fe ittye TOF Oniny Language Requifement) that, at a thimum, clearly explains the followige.
(A) Begining bauary , 2002, esidential custonvers may ado their name addes and now business telephone mumber to at state-sponsored no-coll list that is ittenced to limi the momber of telematketwy calle received;
(B) When a customer who regitere for hiclasian on he no-call list can expect to stop wectwiy leternatermy calls;
(C) A castemer must pay a fee to regivter for the no- -all liss;
(D) Registation of a nonbusiness teleplone munber on the no-call list expires on the third anniversary of the date the number is frst published on the list,
(E) Registation of a telephone number nn the no-call Sis can be accomplished vi the United States Postal Serule, Incme, or telephontally
(1) The customer registration tee, which cannor exceel hree dolars per tem, wust be paid by credit card when registering online or by telephone. Whentegigering by nall, the fee swast be pald by credir card, chech or money ordets
(9) The toll-iree teleplione winber webste address, and mallog adress for regstritiony and
(1) A custonet that regiters for molusion on the no-call hist nay continue of receve calle from groups, grganzations, and pessons who are exenpt from compliance with thix secion, indiuling a listing of the enthes coempted as spectied in oubsection (e) of this section.
(2) Publication of notice.
(A) Teleplone drectory A CTU that publishes, or has an alliate that publishes, a reselenta telephone directory my melede in the ofrectory a prominenty displayed tollfree mimber and hemet mail address, establishod by the commission, through which a person nay request a lom los, or request io be placed on, he Texas no-call hist in order tw avoid unwanted elemarketing cals.
(B) Notice to mividual customers. A CTU stall provide notice of the Texas no-call list to egch of its residential customers in Texas by one or wore of the methods histed in clauses $(1-\omega$ of 10 s subparsgraple
 Sor a custonce who during the nothcaton perod, ss reciving bilite statenens from the CTU in anelectionic tomar
(1) abil nessage;

## CHAPTER 26. SUBSTANTIVE RULES APPLICABLE TO TELECOMMUNICATIONS SERVICE PROVIDERS

## Subchapter n. CUSTOMER SERVICE AND PROTECTION.

## $\$ 20.3710(2)(0)$ continued

(ii) separate airect maling:
(iv) customer newsletter or
(v) Custoner Rights disclosure as provided in $826.31(0)(4)$ of this the (relating to Disclosures so Applicants and Customers).
(3) Timing of notice. Beginving in 2002 a CTU Shall provide notice of the Texas no-call list to ts residental customers using one of the methods listed in paragraph (2)(8)(i) (v) of this subsection.
(A) A CTU that nses a notification nethod listed Ti paragraph (2)(B)(i) (iv) of this subsection, shall provide the notice annuefly begining in 2002 . The annual notree shall be easily legible, prominenly displayed, and comply with the reguirenents listed in paragraph ( 1 of this subsection.
(B) A CTU that elects the Customer Rights disclosure as its notifeation method as allowed in paragraph (2)(B)(y) of this subsection stall comply with the fiming of distribution requirenent in $\$ 2631(a)(4)$ of his the. The no-call list infomotion provided in the Customer Fight disclosure shall comply with paragraph (1) of this subsection.
(4). Records of customer notification. Upon commission request, a CTU shall provide a copy of records raometned under the reguiements of this subsection to the commission. A CTU shall ctain records maintaned mader the requirenents of this subsection for a period of wo years.
(b) Vlolations.
(1) Separate scourence. Eacl telemarketng call to a telephone number on the no-call list shall be decmed a seprete occurnence. Upon request from the commission or commission staff, telemarketer shal provide, within 21 days of recerpt of such a teguest, all information telating to the commission's investgetion of complaints regaraing alleged violations of the no-call Ist such as call logs or phone records.
(2) Isolated nectrrence. A telenarketing eall made to a number on the no-call list is not a violktion of this section if the telematteter complies with subsection (d)( 2 ) and the telemarketing call 3 determined vo be an ifolated occurrence.
(A) An isolated occurrence is an event action, or occurrence that arises unexpectedly and unintentionally, and is caused by something other than a falure to implement of follow reasonabe procedures, An isolated occurence may involve more than one separate occurrence, but it loes not involve a patten or practice.
(8) The burten to prove that the telemnthetimg call wes made in cror and was an isolated occurrence rests spon the telenarketer who made (or caused to be made) the call in order for a telemarketer to asser as an affimative defense that an alleged volation of this section was an isolated occurnence, the telemarketer must provide evidence of the following
0) The telemarketer has purchased the nost recently published version of the Texas no-call list, unless the entirety of the telemarketers Susiness is conppised of telenarketing calls that are exempt pursuam to subsection (e) of this section and The telenarketer ean provide sufficien proof of such,
(ii) The telemarketer has adopted and implemented witten procedures to ensure compliance with this section and effectively prevent elemarketing calls that are in violation of this section, including teking conrecive actions when appropriate;
(iii) The telematketer bas traned it personnel in the established procedures; and
(i9) The telenarketing cell that violated tiss section was made contrary to the policies anc procedures established by the telemarketer.

## CHAPTER 26. SUBSTANTVE RULES APPLICADLE TO TELECOMMUNICATIONS SERVICE PROYIDEIS

Subchapter 8 . CUSTOMER SERYICE AND PROIECIION.

## $\$ 2637$ continued

(1) Record retenibin, Provision of recordss Presumptions.

1) A temarketer shall moutan a record of all telephone 1 umbers il he attempted to contact for elematketing puposes, a record of sll telephone numbers if has ontacted for telenarketing purposes, and the date of ench, for aperiod of nolless than 24 months from the date the telemarketing call was atempted or completed.
(2) Upon regues fom the commission or commssion staff, a clemarkerer shal provide, within 21 calendar days of receint of such reguest, all information in its possession and ypon which It relies to denonstrate comphance with this section, fetating to the commissions investigaton of lleged violations of the no call list including, but not limited to, the call logs or phone resords described in subsection ()() of this section.
(3). Falure by the telemarketer to respond, or to provide al mformation in ie posseszion mad upon whith it thies to demongtate complinee with subsections (d) and (1) of this section whin the time specifed in pragtaph (2) of this subsecton establishes a violation of this section.
(4) Fabite of a telemaketer to provide all telenarketing information in its possession and ypon which it reles to denonstrates complance wh this section and, if applicable, wo establish an sefmative detense pursuant to subsechon (H)(2)(a) or the secion witho the the specified in paragraply (2) of this sibsectron establishes a viohtion of tios section.
(0) Lvidence, Evidence provided by the customer that meets the standards set out in Texas Goverment Cote $\$ 200108$, including, but no limiled to, one or nore atidavis from a customer, is admissible in a procecolng to establish a violsion of this section.
(k) Liforccment and penstines.
(1) State licensees. A state geeory that issues a license to a state hicensee may teceve and investigate conplants concerming viclations of inis section by he state licensee.
(2). Telecommuniations providers. The commission has juthiction to investigate volations of this secton made by telecommunicatons provider, as definct in the Pablic Vility Regulatory Act (FURA)SSU.OU2.
(0) Revil atcuic providers, The commission has juisdichion to nvestigate violations of this setion nete by retail clectic providess (REDS) as spechien in $\$ 25492$ of this hite (relating to Won Complince win Rules or Orders, Enforcement by the Commission).
(4) Onier Telemarketers, A telemorkete, other than a state licensee or telecommumbations provider, that volates this sechon shall be subject to administrative penalties pursuant to $\$ 22.246$ of this tite.

## ATTACHMENT B

## REPORT OF VIOLATIONS AND RECOMMENDATION FOR ADMINISTRATIVE PENALTIES

PX0538-012

# Public Uility Commission of Texas 

# Memorandum 

| To: | W. Lane Lanford |  |
| :---: | :---: | :---: |
|  | Execative Director |  |
| From: | Sean Farrell | Janis Ervin |
|  | Atorney | Senior Policy Specialist |
|  | Legal Division | Infrastructure Relibility Division |

Date: December 30, 2005
Re: $\quad$ Report of Volation and Recommendation for Administrative Penalites for Violation by Dish Network of Texas of P.U.C. SUBsT, R. $\$ 26.37$, Related to Texas No-Call List

## SUMMARY

Subchapter C of Chapter 44 of the Texas Business and Commerce Code requires the Public Utility Commission of Texas (Commission) to establish and operate a database of consumers in this state who object to receiving unsolicited telemarketing or telephone calls (Texas No-Call List), The statute further requires that the Commission is to receive and investigate complaints relating to violations of the Texas No-Call List and provides that the Commission may assess an administative penalty for such violations.

The Commission adopted PU,C. SUBST, R. $\$ 26.37$ to implenent these requirements, which, among other things, requires telemarketers to purchase each published version of the Texas No-Call List (published quatterly), and prohibits telemarketers from making or causing to be made telemarketing calls to a teleplone number thet has been included on the Texas No-Call List for at least 60 days.

Because of the number of complaints filed against Dish Network of Texas (Dish Network or "company") alleging violations of the Texas No-Call List, Commission Staff (Stafl') issued a letter to Dish Network in Febrnary 2005 reminding the company of its obligatons related to the Texas No-Call List and warning the company that addifional non-compliance could lead to an enforcenent action by the Commission. Since the issuance of that letter, Staff has determined that Dish Network has continued to engage in telemarketing activites and, based upon information received from eustomer complaints, made fourteen (14) prohibited calls during the period March 2005 to November 2005. Additionally, Dish Network failed to purchase the Texas No-Call Lists published in March, Jume, and September 2005.

The purpose of this memo is to recommend that administrative penalies of $\$ 16,250$ be assessed upon Dish Network for these violations.

## MAKING A PROLIBITED CALL

Business and Commerce Code \& 44,102(a) and PUC. Susst R 826.37 (d)(1) prohibit a telemarketer from naking or causing to be made a telemarketing call to a telephone number that has been published for more than 60 days on the Texas No-Call List, unless the call meets certain exemptions listed in PU.C. SUBST. R $\$ 2637$ (e) (a prohibited call").

Between March 1, 2005 and November 30,2005 , the Commission recelved a total of fifteen (15) complaints against Dish Network alleging violations of the Texas No-Call list requirements. Stafl contacted Gryphon, and deternined that foutcen (14) of those complaints related to numbers that were actively registered on the Texas No-Call List at the tine of the call, and that the numbers had been published on the Texas No-Call List for more than 60 days at the time of the call from Dish Network. Staff then reviewed these 14 complaints and determined that these louteen calls do not meet any of the exemptions provided for by the rale.

Exhibit 1 to this memo provides the detall on each alleged prohibited call, including the number called, the date on which the number was first published on the Texas No-Call List, the date the telemarketing call was made by Dish Network, and the number of limes the number was called. An unedacted copy of Exhibit 1 is being provided to Dish with this NOV. For privacy pupposes, a redacted version of Exhibit 1 is being filed in Certral Records at the Conmission.

## FAILURE TO PURCHASE ALL PUBLISHED VERSIONS OE THE TEXAS NOCALLLIST

PU.C. SuBST. R $\$ 26.37$ (d) (2) requires a telemarketer to purchase each published version of the Texas No-Call list, untess the entirety of the telenarketer's business is comprised of telemarketing calls that are exempt from the Texas No-Call list requirements (such as an existing business relationship or debt collection), or if the telematketer has contractually arranged for a second telemarketer to make calls and comply with the Texas No-Call List requirements. Based upon a review of the customer complaints received, Staff has concluded that these two exemptions do not apply to Dish Network.

[^0]PX0538-014

Staff has contacted Gryphon Networks, Inc. (Oryphon), the adninistrator of the Texas No-Call List, to detemine if Dish Network has purchased all published versions of the Texas No-Call List since February 2005. Based upon information received from Gryphon, Dish Network faled to purchase the Texas No-Call Iists published in March, June and September of 2005.

## REQUEST FOR PENALIIES

Staff reconmends that an adninistrative penalty be imposed for each instauce of Dish Network's failure to comply with the requirements of PU.C. SUBSTM. 826.37.

Staff recommends an administrative penaly be assessed on Dish Network for each instance where Dish Network made or caused to be made a prohibited call and for each quarter during which Dish Netvork haled to purchase the No-Call list. Texas Business and Commerce Code $\$ 44.102$ (b) provides that the maximum penalty that can be assessed for each violation is $\$ 1,000$. Staf recommends that an atministrative penalty of the maximum of $\$ 1,000$ be assessed on Dish Network for each instance where it made of caused to be made a prohibited call and an administrative penalty of $\$ 750$ be assessed on Dish Network for each instance where it falled to purchase a published Texas No-Call Hist Therefore, Staff recommends the total administrative penalty for these violations of the Business and Commerce Code 844.102(a) and PU.C. Subst. R. 2637 of $\$ 16,250$. Staff believes these penalties are appropiate and necessary to deter future violations as Dish Network was wamed in Febnuary 2005 about its obligations related to the Texas No-Call List, but has continued to make or cause to be made prolibited telemarketing calls.

To the extent Dish Network can provide sufficient records to indicate that the probibited calls were not made (ie oubbound call logs or phone records), demonstrate that the calls met the exemptions to the Texas No-Call List requirements, or demonstrates that the calls were isolated occurrences, Staff will amend this recommendation accordingly.

Exhibit 1
Violation of Texas No-Call List - Subst. R. $\S^{26} 37$ (d)(1) Dish Network of Texas - December 30, 2005

| Numberf Called | Cusmmer's Mo-Call Publicaton yate | Th Callikerei | Number of Timx: Called |
| :---: | :---: | :---: | :---: |
| (281) 807-1393 | 06606/2001 | 04/04/2005 | 1 |
| (281) 351.5544 | 04012002 | $05 / 2012005$ | 1 |
| (281) 255-8564 | 021132002 | $06107 / 2005$ | 1 |
| (972) $221-4261$ | 020812002 | 06302005 | 1 |
| (281) 238-9441 | 012612002 | $07 / 08 / 2005$ | 2 |
| (281) 866-0760 | $01 / 2112002$ | $07 / 142005$ | 1 |
| (903) 592-0896 | $12127 / 2002$ | 071162005 | 1 |
| (214) 340.9570 | 0312512002 | 07/21/2005 | 1 |
| (325)651-1005 | 03103/2002 | 08/24/2005 | 1 |
| (972)712-3111 | $10122 / 2004$ | 08122005 | 1 |
| (972) $231-2587$ | 010082002 | 09/2012005 | 2 |
| 972 208-0448 | $06 / 2012002$ | $10 / 18 / 2005$ | 1 |

## EXHIBIT 140



## EchoStar Satellite L.L.C. <br> "DO NOT CALL" <br> Internal Procedure

There are various methods wherein "Do Not Call" ("DNC") requests are added to the EchoStar Satellite, L.L.C. ("EchoStar") DNC Database maintained by the EchoStar IT Department.

## 1. By verbal request from the contacted party as a result of outbound calls placed to potential customers via three different types of contact:

a. Calls made internally via the Outbound Call Center;
b. Calls made internally and externally via Parlance; and
c. Calls made via third party telemarketing vendors such as Centerpartner and/or Teleperformance.

EchoStar's response to the DNC request is verbal and, with regard to Parlance and Centerpartner and/or Teleperformance only, also scripted is followed by a direct entry disposition into the DNC Database.

## 2. By written complaint:

a. Written complaint is detected by the Mail Sorter team;
b. Said complaint is forwarded to the Mail Processing team;
c. Mail Processing team performs a direct entry disposition into the DNC Database and forwards the written complaint to the Call Service Center ("CSC") CSC Escalation Team which handles highly escalated customer issues or misdirected communications from anywhere in the Company.

The DNC request is processed by a direct entry disposition into the DNC Database. EchoStar does not respond to the written complaint.

## 3. By email request:

a. A DNC email request may be received in any EchoStar employee's electronic mailbox;
b. Said email is forwarded to the CSC Escalation Team;
c. CSC Escalation Team enter the DNC request into the DNC Database.

CSC Escalation Team provides a scripted response to the DNC email request. The DNC request is processed by a direct entry disposition into the DNC Database.

## 4. Inbound Call to CSC requesting removal from any Outbound Call List:

a. CSC receives verbal request to be moved to the DNC List from contacted party;
b. Request is followed by a direct entry disposition into the DNC Database by CSC.

CSC call recipient responds to the DNC request with a scripted response. The DNC request is processed by a direct entry disposition into the DNC Database.

## 5. DNC complaints directed to EchoStar regarding Retailer Calls:

a. Complaint is directed by the internal recipient source to the Retailer.

EchoStar provides no response to the Complainant.

## 6. DNC Lists:

a. Compliance Manager loads Federal and State DNC Lists as well as EchoStar's internal DNC list into the DNC Database;
b. Compliance Manager supervises and administers all DNC Lists.

## EXHIBIT 141

EXHIBIT 141

| From: | Carlson, Erik[Erik.Carlson@echostar.com](mailto:Erik.Carlson@echostar.com) |
| :---: | :---: |
| Sent: | Monday, March 20, 2006 5:21 PM |
| To: | DeFranco, Jim [Jim.DeFranco@echostar.com](mailto:Jim.DeFranco@echostar.com); Palmer, Chris <br> [Chris.Palmer@echostar.com](mailto:Chris.Palmer@echostar.com); Dugan, Mike [Mike.Dugan@echostar.com](mailto:Mike.Dugan@echostar.com); Stingley, <br> Tom < Tom.Stingley () echostar.com> |
| Cc: | Galvin, Joe [Joe.Galvin@echostar.com](mailto:Joe.Galvin@echostar.com); Kilaru, Kranti [Kranti.Kilaru@echostar.com](mailto:Kranti.Kilaru@echostar.com); Origer, Robb [Robb.Origer@echostar.com](mailto:Robb.Origer@echostar.com); Neylon, Brian [Brian.Neylon@echostar.com](mailto:Brian.Neylon@echostar.com) |
| Subject: | RE: Dish Network Call Center Harrasment |
| Attach: | Fw_ Dish Network Call Center Harrasment.msg |

## All -

My fault on the delayed follow up. I lost track of this e-mail while on the incentive trip. There are different topics to address via the course of these e-mails.

1. The original issue involving Vijoy Pandey is unrelated to the Sterling issue (Palmer's e-mail attached). Mr. Pandey is not ant existing or former subscriber and he did not (in the e-mail below) provide any infomation on the person calling (such as a phone number or name of the company) so there is no way for us to track the source of the call. I have discussed with Galvin and he is now looking into this so we can make sure that Mr. Pandey is removed.
2. Sterling Satellite issue - Setting up an existing subscriber (Palmer's e-mail attached)

The retailer acknowledged that they found the employee that did this and they have since teminated that employee. Sterling Satellite has a zero tolerance policy in place for this type of behavior. Our system did not "flag" this customer as existing customer when the order was placed by Sterling - Retail Services is 1) looking into how why the order was not flagged (Origer on point) and 2) Retail Services will be auditing Sterling's account for duphicates beyond the normal duplicate audit that CMO/Retail Services routinely performs. (Origer on point) Sterling was adamant that no one in their call center would call in to DISH to disconnect an existing account. The customer referenced was not on any of Sterling's outbound lead sheets though they could not confirm whether this was an inbound or coubomd lead -- they are upgrading their phone system and will have this capability in the future. As it relates to International they do target some customers but have not received a list of leads from DISH.
3. Currently we do not share leads with OE Retailers. However, we did share one list of leads through Maulik/Amir in Q4 of last year. These were sent only to Marketing Guru and Guru is no longer using the list. It may make sense to utize some inbound/outbound retaler resources. We have discussed this concept with Jody/Tom briefly and will be continuing to evaluate the feasibility

The key to following up on these types of complaints is to have the necessary information to research. When we receive complaints from prospects it is important that we get the Retailer's name (if possible) and the phone number of the customer. Ongoing, complainss like this should be worked through Robb Origer's group for resolution.

Let me know if you need additional imfonmation.

Thanks,
Erik
~--.-Original Message......
From: DeFranco, Jim
Sent: Friday, March 03, 2006 3:35 PM
To: Palmer, Chris, Dugan, Mike; Carlson, Erik; Stingley, Tom
Ce: Galvin, Joe; Kilaru, Kranti
Subject: Re: Dish Network Call Center Harrasment

Erik and Tom will coordinate and respond. It is possible that Amir made arrangements for some cold lists to be worked by a couple of retailers. If so we should review to determine if it makes sense to continue.
-...--Original Message-.....
From: Palmer, Chris
To: Dugan, Mike; DeFranco, Jim; Carlson, Erik
CC: Galvin, Joe; Kilaru, Kranti
Sent: Eri Mar 03 12:22:50 2006
Subjeet: Ew: Dish Network Call Center Harrasment

Mike, Jim and Enk:

Please review the concern below brought forward by our Pinebrook CSC. I asked for some detail in response to a complaint forwarded by Charlie. As you can see below and from what I know about our vendors, it is not our CSC (in or out source) calling these leads. The Outbound Manager in Pinebrook, Jorge Santos, believes it may be one of two Retailers (Guru and/or Sterling). Is there a process esiablished for investigating the allegations below?

## Chris

Chris Palmer
720-514-5425
.....-Original Message-......
From: Santos, Jorge
To: Palmer, Chris
CC: Callaghan, Kieran
Sent: Fri Mar 03 10:22:58 2006
Subject: RE: Dish Network Call Center Harrasment
Chris,
We are currently not dialing any Soath Asian Cold lists. I brought this to Russell Bangert's attention. We've had issues like this in the past and after extensive investigation by Russell's team the customer's information was not found in any of the lists we were dialing in any of our Outbound centers, and several cases have been found to be violations committed by 3 d parties. We've been having issues with two such partners (Stening Satellite Group, and Marketing Guru) where they are very likely committing account fraud by calling us with the pretext of being the customers, canceling the accounts and calling back as the customer to reconnect them under a new promotion for their company. There is an exiremely high possibility that this is a similar case being commilied by a 3rd party. I can without a shadow of a doubt say that they are not being harassed by any of our internal oubbound centers. I unfortunately do not know who controls the retailer reguatory committee, if any exists to forward the infomation to.

Jorge Santos
~....Onginal Message -......
From: Palmer, Chris
Sent: Friday, March 03, 2006 11:45 AM
To: Santos, Jorge
Ce: Callaghan, Kieran
Subject: FW: Dish Network Call Center Harrasment

Jorge:

Kieran is going to call you about this. Please keep me posted throughout the day.

Chris

Chris Palmer
chrispalmer(3)echostar.com
720-514-5425
....--Original Message-.....
From: Palmer, Chris
Sent: Friday, March 03, 2006 9:37 AM
To: Callaghan, Kieral
Ce: Galvin, bee
Subject: FW: Dish Network Call Center Hamasment

Kierm:

Ineed your help.

Ineed to know right away what Telemarketing is done by the International group in Pinebrok. We do not do any outbound in India and therefore needing to start somewhere, 1 am asking you. Who controls the lists, who is montoring progress, etc. Is there a 3rd party that may do Intemational Acquisition dialing? If we aren't doing this, can you email the person with the complaint below, ask for a phone number, contact him and see if you can get any additional detail?

We have to mendertand this ASAP.

Thanks,

## Chris

Chris Palmer
chris palmer@echostar.com
720-514-5425
...---Original Message-....-
From: Kilarn, Krant
Sent: Friday, March 03, 2006 9:28 AM
To: Palmer, Chris
Subject: FW: Dish Network Call Center Harrasment

Please get on top of this immediately...please acknowledge you received this...thanks

Kranti Kilaru
303.706 .5730
------Original Message-----
From: Dugan, Mike
Sent: Friday, March 03, 2006 9:25 AM
To: Kilaru, Krani
Subject Fw: Dish Network Call Center Harrasment

Please forward to chris palmer to investigate

Thanks
Sent From My Handheld
......Original Message-......
From: Ergen, Charlie
To: Dugan, Mike
Sent: Fri Mar 03 09:16:532006
-..-- Original Message-......
From: Vijoy Pandey [mailowijoy@vap.net]
Sent: Thursday, March 02, 2006 10:45 PM
To: Ergen, Charlie: CEO; ExecutiveCustomerService
Cc: Vijoy Pandey
Subject: Dish Network Call Center Harrasment

Dear Mr. Ergen and Mr. Kelly.

That's exactly what your (Dish Network's) call center in India is doing to us. How do we know that the call center is in India - because we (being Indians ourselves) recognize their accent, and the multitude of abuses that they have been throwing at us.

This particular call center has been calling us incessantly EVERY DAY. THRICE A DAY for the past 2 months:

Initially (a) we were polite and refused interest in the offer, (b) then we requested that we be taken off the call list, (b) and then we ignored the calls, but the calls kept coming in.

Now, the callers are being abusive!! All for not signing up or being interested in Dish Network?

Today (03/02/2006, $8: 50 \mathrm{pm}$ Pacific) we are harassed to the verge of madness.
I amplaming to stat recording your calls and your abuses starting today, recording the time and date of each call, and plan to release it to the San Jose police deparment within a week (03/10/2006), unless something is done to conrect this situation.

We are not the only ones with this experience. We know of at least 3 additional families who are taking the brunt of this base joke. If we start searching. I am sure we will find countless households who are being harassed by Dish Networks.

We hope that this email goes to you and not to some crazy outsourced call center.

Also, please consider this email as a written proof of letting you know that we have been facing this problem for the past 2 months. I am CCing a copy to the Califomia consumer affairs too.

- Vijoy Pandey
vioy@varpnet


## EXHIBIT 142



## INTENTIONALLY OMITTED

## EXHIBIT 143



This EchoStar Retailcr Agreement (the "Agreement") is made and effective as of $4 / 12 / 2006$ (the "Efrective Date"), by and between EchoStar Satellite L L. C, formerly known as EchoStar Satellite Corporation ("EchoStar"), having a place of business at 9601 S . Meridian Bivd, Englewood, Colorado 80112, and JERRY DEAN GRIDER DBA ISR ENTERPRISES having a principal place of business at 1740 E GARRY AVE S, SANTA ANA, CA 92705 ("Retailer").

## INTRODUCTION

A. EchoStar is cngaged, among other things, in the business of providing digital direct broadcast satellite ("DBS") scrices under the name DISH Network.
B. Retaller, acting as an incependent contractor, desires to become authorized on a non-exclusive basis to market, promote and solicit orders for Programming (an "Authorized Retailer"), in accordance with and subject to the terms and conditions of this Agreement.

C EchoStar desires to appoint Retailer as an Authorized Retailer in accordance with and subject to the terms and conditions of this Agreement

## AGREEMENT

1 Defrimions. In addition to the tems defined elsewhere in this Ageement, the following definitions shall apply to this Agreement:
1.1 "Additional Incentives" means Additional Residential Incentives, Additional Residential MDU Incentives, Additional Commercial Incentives and Additional Bulk Incentives, as such terms are defned in Sections 6.2.1, 622,62.3 and 6.2.4, respectively.

12 "Affiliate" means any person or entity directly or indirectly controlling, controlled by or under common control with another person or entity

13 "Bulk Incentives" means Monthly Bulk Incentives and Additional Bulk Incentives, as such terms are defined in Sections 6.14 and 624 , respectively
1.4 "Bulk Programring" means the Programming that EchoStar makes generally available for viewing in Guest Properties and bulk-billed MDU Properties, in cach case assuming 100\% penetration, subject to any restrictions (geographic, blackout, or otherwise) as EchoStar may impose on some or all such progamming services at any time and from time to time in its sole and absolute discretion for any reason of no reason. EchoStar reserves the right to change the Bulk Programming services offered andior any retrictions applicable to such Bulk Progromming services at any time and from time to time in its sole and absolute discretion for any reason or no reason.

15 "Bulk Subscriber Account" means the custoner account set up and maintained by EchoStar for a Qualifying Bulk Subscriber who purchased a commercially-invoiced DISH DBS System directly from Retailer and for whom Eligible Butk Programming has been activated by EchoStar and which customer account remains active and in good standing.

16 "Business Rule(s)" means any term, requirement, condition, condition precedent, process or procedire associated with a Promotional Program or otherwise identified as a Business Rule by EchoStar which is communicated to Retailer by EchoStar or an Afiliaie of EchoStar cither directly (including e-mail) or through any method of mass communication reasonably directed to EchoStar's retailer base, including, without limitation, a "Charlie Chat", e-mail, focts blast or posting on EchoStar's retailer web site Retailer agrees that EchoStar has the right to modify any Business Rule at any time and from time to time in its sole and absolute discretion for any reason or no teason, upon notice to Retailer
1.7 "Chargeback" means EchoStar's right to reclaim Incentives pursuant to the terms and conditions of this Agreement, any Promotional Program or applicable Business Rules

18 "Commercial Incentives" means Monthly Commercial Incentives and Additional Commercial Incentives, as such tems are defined in Sections 6.13 and 623 , respectively

19 "Commercial Location" means a Public Commercial Location and/or a Private Commercial Location, as those terms are defined below in Sections 1.29 and 125, respectively

1.10 "Commercial Programming" meons the Programming that EchoStar makes generally avbilable for viowing in Commercial Locations subject to any restrictions (geographic, blackout, or otherwise) as EchoStar may impose on some or all of such programming services at any time and from time to tirne in its sole and absoluse discretion for any reason or no reason. EchoStar reserves the right to change the Commercial Programming services offered and/or any restrietions applicable to such Commercial Programming services at any time and from tirne to time in its sole and absolute discretion for any reason or no reason
1.11 "Conmercial Subscriber Account" means the customer account set up and maintained by EchoStar for a Qualifying Commercial Subscriber who purchased a DISH DBS System directly from Retaller and for whom Eligible Commercial Programming has been activated by EchoStar and which cuslomer account remains active ind in good standing,

112 "DISH DBS System" means a satellite receiver, which for purposes of this Agreement shall mean a single standalone consumer electronics device, and related components packaged therewith (if any), intended to be utilized solely for the reception of Programming delivered by satellite transponders owned, leased and/or otherwise operated or utilized by EchoStar and/or its Affiliates, which is (i) sold directly to Retailer by EchoStar or an EchoStar Amtiate under the "EchoStar" brand name or the brand name of an EchoStar Amliate; or (ii) sold directly to Retailer by a Third Parry Manufacturer pursuant to authorization granted by EchoStar under the brand name of such Third Party Manufacturer.
1.13 "DISH Network Subscriber" shall have the meaning sel forth in Section 95.
1.14 "EFT' means the electronic tansfer of funds from one financial institution to another.
1.15 "Eligible Bulk Programming" means the Bulk Programming packages designated by EchoStar as qualifying for the payment of Bulk Incentives under this Agreement, as set forth in applicable Business Rules, as such Business Rules may be modificd in whole or in part at any time and from time to time in EchoStar's sole and absolute discretion for any reason or no reason, upon notice to Retailer.

116 "Eligible Commercial Programming" means the Comncrial Programming packages designated by EchoStar as qualifying for the payment of Commercial lneentives under this Agreement, as set forth in applicable Business Rules, as such Busincss Rules may be modified in whole or in part at any time and from time to time in EchoStar's sole and absolute distretion for any reason or no reason, upon notice to Retailer.

117 "Eligible Residential MDU Programming" means the Residential MDU Programming packages designated by EchoStar as qualifying for the payment of Residential MDU Incentives under this Agreement, as set fort in applicable Business Rules, 35 such Business Rules may be modified in whole or in part at any time and from time to time in EchoStar's sole and absolute discretion for any reason or no reason, upon notice to Retailer
1.18 "Eligible Residential Prowamming" mans the Residential Programming packages designated by EctoStar as qualifying for the payment of Residential Incentives under this Agreement, as set forth in applicable Business Rules, as such Business Rules may be modificd in whole or in patt at any time and from time to time in EchoStar's sole and absolute discretion for any reason or no reason, upon notice to Retaller.

119 "Guest Property" means a hotel, motel, hospital, other healthcare facility or any other similar type of facility located in the Teritory that regularly permits overnight or otherwise shor-term stays by individuals Nonvithstanding the forcgoing, EchoStar reserves the right to determine from time to time, in its sole and absolute discretion for any reason or no reason, whether a location constitutes a Gucst Property or is more appropriately considered another type of location.

120 "Incentives" mean Monthly Incentives together with any Additional Incentives, as such terms are defined in Sections 123 and 1.1 , respectively

121 "Instututiona/Residential Location" means a property located in the Territory that displays Programming in a nonpublic, conmon viewing area within a property that is owned or operated by a govermont or commercial cntity, in which employees are being provided residential living accommodations to facilitate the requirements of their job responsibilitics. For example, non-public, common viewing areas wilhin fire slations, oil rigs and coast guard stations are typically lnstitutionalResidential Locations. Notwithstanding the foregoing, EchoStar reserves the right to determine from time to time, in its sote and absolute discretion for any reason or no reason, whether a location constitutes an InstitutionalResidential Location or is more appropriately considered another type of location

122 "MDU Property" means a dormitory, aparment buiding, condominium complex, relirement community or other type of mulifamily living establishment located in the Teritory bat affords residents living quaners. Notwithstanding the foregoing. EchoStar rescrves the right to determine from time to time, in its sole and absolute discretion for any reason or no reason, whether a location constitutes an MDU Property (and, if so, what type of MDU Property, eg, bulk-billed, non-bulk-billed or other) or is more


Page 2 or 32
appropriately considered inother type of location.
123 "Monthly Incentives" means Monthly Residential Incentives, Monthly Residential MDU Incentives, Monthly Commercial Incentives and Monthly Bulk Incentives, as such terms are defined in Sections 6.1.1, 6.1.2, 6.13 and 6.1.4, respectively

124 "Other Agreement(s)" means any agreement(s) between Retailer and/or any of its Affiliates on the one hand, and EchoStar and/or any of its Afriliales on the other hand.
1.25 "Private Conmercial Location" means a place of business located in the Territory that may be accessible to the pablic, and is not classiffed within the hospitality industry. For example, office reception areas or waiting rooms and the private ofices of attomeys, doctors/dentists, and other business professionals are sypically Private Commercial Locations Notwithstanding the foregoing, EchoStar reserves the right to determine from time to time, in its sole and absolute discretion for any reason or no reason, whether a lecation constitutes a Private Commercial Location, of is more appropriately considered another bpe of location.

126 "Progeamming" means DISH Network wideo, audio, data and interactive programming services. EchoStar reserves the right to change de Prograrming andor any restrictions applicable to the Programming at any time and from time to time in its sole and absolute discretion for any reason or no reason

127 "Promotional Cortificate" means a serialized centificale issued in connection with a Promotional Program offered by EchoStar which is sold directly to Retailer by EchoStar or an Affiliate of EchoStar for resale by Retailer directly to a consumer which, among other things, entitles such consumer to a DISH DBS System (or the use of such system, if the program involves leasing the equipment to the consumer) and instalation of such DISH DBS System
1.28 "Promotional Program" means: (i) a promotional offer, as determined by EchoStar, which Retailer may present to consumers in connection with Retaler"s marketing, promotion and solicitation of orders for Programming; (ii) the Incentives, as determined by EchoStar, which Retaiter may receive in connection with such promotional offer; and (iii) the Business Rules, as deternined by Echostar, seting forth the terms and conditions governing the promotional offer and any corresponding Incentives. EchoStar reserves the righ to discontinue any Promotional Program or change the Business Rules associated the:ewith at any time and from time to time in its sole and absolute discretion for any reason or no reason, upon notice to Retailer.

129 "Public Conmercial Location" means a place of business located in the Territory that: (i) is generally accessible to the public, (ii) is typically classified within the hospitality industry, (iii) ypically scrves food andor liquor for immediate consumption, and (iv) is lypically registered with a Fire Occupancy Certificate. No satellite master antenna television or private cable systern in a commercial or residenial multiple dwelling unit (ice, botels, hospitals, dormitories, etc) shall be considered a Public Commercial Location; provided, however, that a place of busincss located within such multiple diwelling units that otherwise meets the definition of a Public Commercial Location (cge, a restaurant within a hotel or hospital) may be considered a Public Commercial Location. For cxample, bars, restaurants, clubs, casinos, lounges, and shopping malls are typically Public Conmercial Locations. Notwithstanding the foregoing, Echostar teserves the right to determine from time to time, it its sole and absolute discretion for any reason or no reason, whether a location constitutes a Public Commercial Location, or is more appropriately considered another type of location

130 "Qualifying Bulk Subscriber" means a commercial cnterprise providing Bulk Programming on a bulk basis, assuming $100 \%$ penetration, to a Guest Property and/or a bulk-billed MDU Property that orders Eligible Bulk Programming, that timely pays for all Bulk Programming ordered in fill, that has not violated any of the terms and conditions set forth in an EchoStar Commercial Customer Agreement, and that has never previously received any audio, video, data or any other programming services from EchoStar or any Affiltate of EchoStar. A Quaifying Buik Subscriber shall not include any commercial enterprise that would otherwise qualify, but whose equipment EchoStor, in its sole and absolute discretion for any reason or no reason, declines to activate

131 "Qualifying Commercial Subscriber" means a commercial enterprise operating a business at a Commercial Location that orders Eligible Cormercial Programming, that timely pays for all Commercial Programming ordered in full, that has not violated any of the terms and conditions set forth in an EchoStar Commercial Customer Agreement, and that has never previously received any audio, vidco, data or any other programming services from EchoStar or any Affiliate of EchoStar. A Qualifying Commercial Subscriber shall not imelude any commercial enterprise that would otherwise qualify, but whose cquipment Echostar, in its sole and absolute discretion for any reason or no reason, dectines to activate.

132 "Quslifying Residential MDU Subscriber" means an individual at a non-bulk-billed MDU Property who orders Eligible Residential MDU Programming, who timely pays for all Residential MDU Programming ordered in full, who has not violated any of the tems and conditions set forth in an EchoStar Residential Customer Agrecment, and who has never previously received any audio, video, data or any other programming services from EchoStar or any Amiliate of EchoStar. A Qualfying Residential MDU Subscriber shall not include any individual who would otherwise qualify, but whose equipment EchoStar, in its sole and absolute discretion for any reason or no reason, declines to activate

133 "Qualifying Residential Subscriber" means an individual at a Residential Lotation or an Institutiona/Residential

Page 3 or 32

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Location who orders Eligible Residential Programming, who timely pays for all Residential Programming ordered in fuil, who has not violated any of the terms and conditions set forth in an EchoSiar Residential Customer Agreernent, and who has never previously received any audio, vidco, data or any other progranming services from EchoStar or any Affiliate of EchoStar A Qualifying Residential Subscriber shall not include any individual who would otherwise qualify, but whose equipment EchoStar, in its sole and absolute discretion for any reason or no reason, declines to activate.
1.34 "Residential Incentives" means Monbly Residential Incentives and Additional Residential incentives, as such tems are defined in Sections 6.11 and 6.21 , respectively
1.35 "Residential Location" means a single family residential dwelling (ie.. single family houses, apanments. condominiums or other dwellings used primarily for residential purposes), located in the Tenitory; provided, however, in no case shall any satellite master antenna television system or private cable system in a residential multiple dwelling unit or any similar programming reception system (eg. dormitories, etc.) be considered a Residential Location Notwithstanding the foregoing, EchoStar reterves the right to determine from time to time, in its sole and absolute discretion for any reason or no reason, whether a location consitutes a Residential Location or is more appropriately considered another type of location.
1.36 "Residential MDU Incentives" means Monthly Residential MDU Incentives and Additional Residential MDU Incentives, as sueh terms are defined in Sections 612 and 6.22 , respectivcly.
1.37 "Residential MDU Programming" means the Programming that EchoStar makes generally available for viewing in non-bulk billed MDU Properties subject to any restrictions (geographic, blackout, or otherwise) as EchoSiar may impose on some or all such programming services at any time and from time to time in its sole and absolute discretion for any reason or no reason. EchoStar reserves the right to change the Residential MDU Programming services offered and/or any restrictions applicable to such Residential MDU Programming services at any time and from time to time in its sole discretion for any reason or no reason
1.38 "Residential MDU Subscriber Account" means the customer account set up and maintained by EchoStar for a Qualifying Residential MDU Subscriber who purchased a commercially-invoiced Dish DBS System directly from Retailer and for whom Eligible Residential MDU Programming has been activated by EchoStar and which eustomer account remains active and in good standing
1.39 "Residential Programing" means the Programming that EchoStar makes generally available for viewing in Residential Locations and Instifutional/Residential Locations subject to any restrictions (gcographic, blackout, or otherwise) as EchoStar may impose on some or all suck progranning scrvices at any time and from time to time in its sole and absolute discretion for any reason or no rcason. EchoStar reserves the right to change the Residential Progranuming services offered and/or any restrictions applicable to such Residential Programming services at any time and from time to time in is sole and absolute discretion for any teason or no :cason.

140 "Residential Subscriber Account" means the customer account set up and naintained by EchoSiar for a Qualifying Residential Subscriber who purchased a DISH DBS System or Promotional Certificate directly from Retailer and for whom Eligible Residential Progranuming has beem activated by EchoStar and which customer account remains active and in good standing
1.41 "Retailer Account" means the bank account, including account and ABA routing numbers, designated by Retailer in the manner prescribed by EchoStar, which Reailer may change from time to lime by providing at Ieast sixty (60) days' prior written notice to Echostar

142 "Subscriber Accounts" mcans Residential Subscriber Accounts, Residential MDU Subseriber Aceounts, Commercial Subscriber Accounts and Bulk Subscriber Accounts, as such lerms are defired in Sections 140, 138, 1.11 and 15, respectively
1.43 "Term" shall have the meaning set forth in Scetion 101 below.
1.44 "Territory" shall have the meaning set forth in Section 32 below
1.45 "Third Party Manufacturer" means a third party manufacturer authorized by EchoStar or any Affilate of EchoStar to market, distribute and sell DISH DBS Systems under its oun brand name.
1.47 "Lint" means each separate living quanters in a non-bulk-billed MDU Property

REPRESENTATIONS AND WARRANTIES. The parties hereto make the following representations and wartanties with the specific intent to induce the ofher party into entering into this Agreement and recognize that the other party would not enter into this Agreement but for the following representations and warmaties:
2.1 Each party hercto represents and warrants that the execution (whether via signature or electronic acceptance), delivery and performance of this Agreement have been duly authorized and that it has the full right, power and authority to execute, deliver and perform this Agreement.

22 Each party hercto represents and warrants that the signature of its duly authonized representative below or its electronic acceptance of this Agreement, as applicable, is genuine and that the person signing or clectronically accepting this Agrement on behalf of such party is authorized by such party to sign and/or electronically accept this Agreement on its behalf.

23 Retailer represents and warrants that (i) it is a valid and existing entity in compliance with all laws and regulations related to maintenance of its corporate or other busincss status; (ii) it is not curcently insolvent; (iii) it is not violating any federal, slate or local law or regulation; (iv) it has never engaged in any of the acts prohibited under Sections 3.6, 3. 7, 3. $8,39,6.10,6.14,91,9.2,9.3$, $9.4,95,9.8$ or 14 below; (v) it has not engaged in any acts that would have cesulted in nutomatic termination or be considered a defaulk or breach under any current or former Incentivized Retaller Agreement. Commissioned Retailer Agrement, Commissioned Dealer Agrecment, Non-Incentivized Retailer Agrement, Non-Commissioned Retailer Agreement, or Non-Conmissioned Dealer Agreement with EchoSlar or under any other current or former Other Agrecment; (vi) it is not dependent upon EchoStar or Affiliates of EchoStar for a major part of Retailer's business; and (vii) it either sells or could sell other products or services in addition to EchoStar products or services that compete with EchoStar products or services

24 EACH PARTY HERETO REPRESENTS AND WARRANTS THAT IT HAS READ THIS AGREEMENT IN ITS ENTIRETY AND THAT IT UNDERSTANDS FULLY EACH OF THE TERMS AND CONDITIONS SET FORTH HEREIN

25 EACH PARTY HERETO REPRESENTS AND WARRANTS THATIT HAS EEEN GIVEN THE OPPORTUNITY TO HAVE INDEPENDENT COUNSEL REVIEW TIIS AGREEMENT PRIOR TO EXECUTION (WHETIER VIA SIGNATURE OR ELECTRONIC ACCEPTANCE). EACH PARTY HERETO FURTHER REPRESENTS AND WARRANTS THAT ETTHER THIS agreement has been actually reviewed by its independent counsel or that such party has DECLINED TOHAVE TTS INDEPENDENT COUNSEL DO SO

26 EACH PARTY HERETO REPRESENTS AND WARRANTS THAT IT IS NOT RELYING UPON ANY STATEMENTS OR REPRESENTATIONS NOT CONTAINED HEREIN AND THAT II HAS NOT BEEN INDUCED ENTO ENTERING THIS AGREEMENT BY ANY STATEMENTS, ACTS OR OMISSIONS NOT EXPRESSLY SET FORTH HEREIN.

27 EACH PARTY HERETO REPRESENTS AND WARRANTS THAT IT HAS NOT BEEN COERCED INTO ENTERING INTO THIS AGREEMENT AND THAT IT HAS ENTERED INTO THIS AGREEMENT OF ITS OWN FREE WILL. AND FREE OF INFLUENCE OR DURESS

28 RETAILER REPRESENTS AND WARRANTS THAT BEFORE IT WILL PARTICIPATE IN ANY promotional program it wll carefully review the terms of the program and associated BUSINESS RULES OR HAVE THEM REYIEWED BY INDEPENDENT COUNSEL.

29 EACH PARTY HERETO REPRESENTS, WARRANTS, ACKNOWLEDGES AND AGREES THAT: (I) THE TERMS AND CONDITIONS OF THIS AGREEMENT, AND EACH AND EVERY PARAGRAPH AND EVERY PART HEREOF, HAVE BEEN COMPLETELY AND CAREFULLY READ BY, AND EXPLAINED TO, SUCH PARTY: AND IID THE TERMS AND CONDITIONS OF THIS AGREEMENT ARE FULLY AND COMPLETELY UNDERSTOOD BY SUCH PARTY AND SUCH party is cognizant of all of such terms and conditions and the effect of each and all of such TERMS AND CONDITIONS

## 3. APPOINTMENT: TERRITORY

31 Appointment. EchoStar hereby appoints Retailer as a non-exclusive Aulhorized Retailer to market, promote and solicit orders for Programming, subject to all of the terms and conditions of this Agrecment and all Business Rules (which are hereby incorporated into this Agrecment by reference in their entirety). The appointment set forth herein for the promotion of the DISH Network by Retailer shall apply to the same DBS service which may be operated by EchoStar or its Affiliates under a different name in the future. Retailer's authorization hereunder is limited to: (i) the solicitation of orders for Residential Programming from, and the markeing, advertising and promotion of Residential Programming to, consumers at Residential Locations and Institutional/Residential Locations; (ii) the solicitation of orders for Residential MDU Programming from, and the marketing, advertising and promotion of Residential MDU Programning to, consumers at non-bulk-billed MDU Properties; (iii) the solicitation of orders for Commercial Programming from, and the markcting, advertising and promotion of Commercial Programming to, commercial enterprises operating businesses al Commercial Locations; and (iv) the solicitation of orders for Bulk Programning from, and the malketings adyedising and
promotion of Bulk Programing to, commercial enterprises providing Bulk Programing on a bulk-basis, assuming $100 \%$ penctration, to Guest Properties and buik-billed MDU Properties

32 Territory. Retailer's authorization hereunder, and any actions it undertakes in connecion with, or in furtherance of, this Agrement, stanll be limited solely to the arca within the geographic boundaries of the United States and its territorics and possessions (the "Tertitory")
33. Acceptance. Retailer hereby accepts its appointment as an Authorized Retailer and agrees to use its best efforts to continuously and actively advertise, promote and market the Programming and to solicit orders therefor, subject to and in accordance with all of the terms and conditions of this Agrecment Retailer understands that it may hold itsclf out to the public as an Authorized Retailer of EchoStar only after fultilling, and for so long as it continues to fulfill, all of the duties, obligations, and requirements contained in this Agrement and all Business Rules, and only during the Term of this Agreement
3.4 Non-Exclusivity- Retailer acknowledges that: (i) nothing in this Agreement is intended to confer, nor shall it be construed as conferting, any exclusive territory or any other exclusive rights upon Retailer; (ii) EchoStar and its Affiliates make absolutely $n 0$ promises, representations or warrantics os to the ambunt of busincss or revenue that Retailer may expect to derive from participation in this Agreement or any Promotional Program; (iii) Retailer may not realize any business or revenue as result of its paricipation in this Agreement or any Promotional Program; (iv) nothing contained herein shall be construed as a guarantee of any minimum amount of Incertives or any minimam amount of other payments, income, revenue or other economic bencent in any form whatsoever: (v) EchoStar currenty offers, and at any time, and from time to time, in the future may offer in its sole and absolute discretion for any reason or no reason, others the opportunity to att as an Authorized Retailer or to solicit orders for Programming in the same geographic area in which Retailer is located and elsewhere; (vi) EchoStar and its Affliates shall be entitled, among other things, to: (a) market, promote and solicit orders for Programming, (b) distribule, sell, lease and otherwise transter possession of DISH DBS Systems, Promotional Certificates and other equipment and (c) perform installation and maintenance services (directly and through subcontractors) for DISH DBS Sysiems, related accessories and other equipment, in each case throughout the Teritory and in competition with Retailer, without any obligation or liability to Retailer whatsoever, and without providing Retailer with any notice thercof; and (vii) EchoStar shall be fice to cease or suspend provision of the Programming services in whole or in part at any tine, and from time to time in its sole and absolute discretion for any reason or no reason, and shall incur no lability to Retailer by virtue of any such cessation or suspension.

35 Purchase of DISH DBS Svstems by Retailer from EchoStar. In the event that Retailer orders any DISH DBS Systems or Promotional Certificates from Echosphere LLC. or any of its Affiliates (collectively, "Echosphere" for purposes of this Scetion 35 ), Retailer shall order such products by phone order, via Echosphete online ordering or by written purchase order (cach, a "Purchase Order") issued during the Term of this Agreement. A. Purchase Order shall be a binding commitment by Retalier. Any failure to confirm a Purchase Order shall not be deemed acceptance by Echosphere. Purchase Orders of Retailer shall state only the: (i) identity of goods; (ii) quantity of goods; (iii) purchase price of goods; and (iv) requested ship date of goods. Any additional terms and conditions stated in a Purchase Order shall not be binding upon Echosphere unless expressly agreed to in writing by Echosphere. In no event shall Echosphere be lisble for any delay, or failure to fulfilh, any Purchase Order (or any portion thereon), regardless of the cause of such delay or failure. In the event of any conflict between the temons and conditions of a Purchase Order and the terms and conditions of this Agreement, the terms and conditions of this Agrement shall control In the event of any ambiguity between or among the terms and conditions of this Agreement and the rerms and conditions of any Purchase Order, Echostar stan have the sole and exclusive authority to interpret and/or make a final determination in its sole and absolute discretion for any reason or no reason conceming any issue arising from such ambiguity. Echosphere shall be considered a third party beneficiary of Retailer's obligations under this Agreement. Retailer hereby acknowledges and agrees that Echosphere has no obligation to re-purchase DISH DBS Systems or Promotional Cerificates back from Retailer at any time for any reason.
3.6 Sale of DISII DBS Systems. Retailer aytecs that as a condition precedent to eligibility to receive Incentives from EchoStar, it will not directly or indirectly sell, lease or otherwise ransfer possession of a DISH DBS System or Promotional Certificate to any person or entity whom Retaller lnows or reasonably should know: (i) is not an end-user and/or intends to resell, lease or otherwise transfer it for use by another individual or entity; (ii) intends to use it, or to allow others to use it, to view Residential Programming at a location other than a Residential Lecation or Institutional/Residential Location; (iii) intends to use it, or to allow others to use it , to view Residential MDU Programuing at a location other than a non-bulk-bilhed MDU Property; (iv) intends to use it, or to allow ohers to use if in Canada, Mexico or at any other location outside of the Territory; or (v) intends to have, or to allow others to have, Programming authorized for it under a single DISH Network account that has or will have Programming authorized for multiple satellite receivers that are not all located in the same Residential Location, InstitutionalResidential Location, bulk-billed MDU Property, Unit of a non-bulkbilled MDU Property, Guest Property or Commercial Location, as applicable based upon the rype of Programming authorized for the relevant DISH Network account, and connected to the same phone line (except in the case of a bulk-billed MDU Property). It shall be Retuiler's responsibility to investigate and determine whether any sale by Retailer would be in volation of this Section. In the crent that Retailer directly or indirectly sells, leases or otherwise transfers possession of a DISH DBS System or Promotional Certificate to a person or entity who uses it, or allows others to use it to (a) view Residential Programming at a location other than a Residential Location or an lastitutional/Residential Location, or (b) view Residential MDU Programming at a location other than a non-bulk-billed MDU Propery, then Retailer agrees to pay to EchoStar upon demand: (1) the difference between the amount actually received by EchoStar for the

Programing authorized for the DISH DBS System and the full commercial rate for such Programming (regardless of whether EchoStar has or had commercial distribution rights for such Programming); and (2) the total amount of any admission charges or similar fecs imposed for listening to or viewing such Programming (regardess of whether such charges and/or fees were imposed or collected by Retailer) In the event that Retailer directly or indirectly sells, leases or otherwise transfers possession of a DISH DBS System or Promotional Certificate to a person or entity who has. or allows others to have. Programming authorized for it under a single DISH Network account that at any time has Programming activated for mulhiple DISH DBS Systems that are not all located in the same Residential Location, Institutional/Residential Location, bulk-billed MDU Property, Unit of a non-bulk-billed MDU Propery, Guest Property or Commercial Location, as applicable based upon the type of Programming authorized for the relevant DISH Network account, and connected to the same phone line (except in the case of bulk-bilied MDU Properties), and Retailer knew or reasonably should have known that the person or entiry intended to have, or allow others to have, Programming authorized for the DISH DBS System under such an account, then Recailer agrees to pay to EchoStar upon demand, the difference between the anount actually received by EchoStar for the Programming authorized under the single account and the full retail price for such Programming had each DISH DBS System authorized under the single account been authorized under a separate account IN THE EVENT THAT RETAILER BREACHES ANY OF ITS OBLIGATIONS UNDER THIS SECTION 3.6, ECHOSTAR SHALL. BE ENTITLED TO CHARGE BACK AT ANY TIME (EVEN AFTER THE TERMNATION OR EXPIRATION OF THIS AGREEMEND THE DNCENTIVES, IF ANY, PAID TO RETALLER BY ECHOSTAR WITH RESPECT TO ANY SUBSCRIBER ACCOUNT AFFECTED BY SUCH BREACH OR DEFAUIT. IN THE EVENT THAT RETALLER WISHES TO DISPUTE ANY SUCH CHARGEBACK, RETALER SHALL FOLLOW THE DISPUTE RESOLUTION PROCEDURES SET FORTH IN SECTION 15 BELOW. ECHOSTAR'S CALCULATION OF AMOUNTS OWING TO ECHOSTAR FROM RETAILER UNDER THIS SECTION 36 SHALL BE BINDING ABSENT FRAUD, MALICE OR WIL FUL AND WANTON MISCONDUCT ON THE PART OF ECHOSTAR The foregoing provisions of this Section 3.6 are without prejudice to mny other rights and remedies that EchoStar and/or its Affilates may have under this Agreemem, at law, in equity or otherwise (all of which are hereby expressly reserved), and shall survive expiration or ternitation of this Agrement (for any reason or no reason whatsoever) indefinitely

37 Pre-Activations. Retailer shall not, prior to instailation, directly or indirectly activate ("Pre-Activate") any DISH DBS System, nor shall Retailer directly or indirectly sell, lease or otherwise transter possession of a DISH DBS System to any person or entity who Retailer knows or reasonably should have known intends to Pre-Activate it

38 Financing: Making Pavments on Behalf of End-Users. Retailer shall not directly or indirecty provide financing for the purchase of any Programming or make any payment to EchoStar for Progranming services or otherwise on behall of any end-user of a DISH DBS System, nor shall Retailer directly or indirectly sell, lease or otherwise transfer possession of a DISH DBS System to any person or entity who Retziler knows or reasonably should have known intends to provide financing for the purchase of any Progranming of make any payment to EchoStar for Progranuming services of otherwise on behalf of the end-user of such DISH DBS System

39 Installation Services. Retailer represents, warrants, covenants and agrees that all installation and afler-sales services performed by Retailer and/or its subcontractors, agents and employees in connetion with the sale, lease or other transfer of DISH DBS Systems will be performed by Retailer and/or its subcontractors, agents and employees in accordance with all applicable laws, codes and regulations, and subject to all of the terms, conditions, standards and guidelines set forth in the DISH Network installation Manual (located on the retailer web site), as such terms, conditions, standards and guidelines may be changed at any time and from time to time by EchoStar or any of its Amiliates (including, without limitation, DISH Network Service L. L. C) in their sole and absolure discretion. for any reason or no reason, upon notice to Retaller
3.10 Prior Retailer Agreenents.
3.101 IN THE EVENT THAT RETALLER PREVIOUSLY ENTERED INTO ANY INCENTIVIZED RETAILER AGREEMENT, COMMISSIONED RETALER AGREEMENT, COMMISSIONED DEALER AGREEMENT OR ANY OTHER AGREEMENT WTHH ECHOSTAR OR ANY OE ITS AFFLLIATES RELATING IO THE MARKEING, PROMOTION, ADVERTISING OR SOLICITATION OF ORDERS FOR PROGRAMMING EY RETALLER AND THE PAYMENT OF CERTAIN AMOUNTS BY ECHOSTAR THEREFOR (A "PRIOR RETALLER AGREEMENT"), WHICH IS IN EFFECT (IN WHOLE OR IN PART) AS OF THE EFFECTIVE DATE, THEN UPON THE EFFECTIVE DATE: (I) ALL PRIOR RETAILER AGREEMENTS SHALL BE AUTOMATICALLY TERMINATED, EXCEPT THAT THE PROVISIONS (EXCLUDNG ANY PROVISIONS RELATED TO THE PAYMENT OF COMMISSIONS OR INCENTIVES) IN SUCH PRIOR RETAILER AGREEMENTS THAT EXPRESSLY SURVIVE AND SUCH OTHER RIGHTS AND OBLIGATIONS THEREUNDER AS WOULD LOGICALLY BE EXPECTED TO SURVIVE TERMINATION OR EXPIRATION SHALL CONITNUE IN FULL FORCE AND EFFECT FOR THE period specified or for a reasonable period of tme under the circumstances if no period is SPECIFIED; (II) ALL INCENTIVES, COMMISSIONS OR OTHER PAYMENTS OF ANY TYPE DUE TO RETAILER UNDER SUCH PROR RETAILER AGREEMENT SHALL. BE PAYABLE BY ECFOSTAR TO RETALLER AS NNCENTIVES SOLELY IN ACCORDANCE WITH THE TERMS AND CONDTIONS OF IHIS AGREEMENT: AND (HI) EXCEPT AS SET FORTH IN SECTION $3101(1)$, ALL RIGHTS AND OBLIGATIONS BETWEEN THE PARTIES SHALL BE GOVERNED BY THE TERMS AND CONDITIONS OF THIS AGREEMENT, AND ALL PRIOR RETALLER AGREEMENTS SHAEL BE OF NO FURTHER FORCE OR EFFECT.

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3102 RETAILER AND ITS AFFILLATES HEREBY ACKNOWLEDGE AND AGREE THAT THEY DO NOT, AS OF THE EFFECTIVE DATE, HAVE ANY CLALMS OR CAUSES OF ACTION AGAINST ECHOSTAR OR ANY OF ITS AFFILIATES FOR ACTS OR OMISSIONS THAT MAY HAVE OCCURRED PRIOR TO THE EFFECTIVE DATE AND, IN CONSIDERATION OF RETAILER BEING APPOINTED AS AN AUTHORIZED RETALLER HEREUNDER BY ECHOSTAR, retaller and trs affiliates hereby agree to waive any and all such Claims and causes of action, WITH THE SOLE EXCEPTION OF ANY CLAIMS AND CAUSES FOR WHICH REJALLER PROVIDES WRITTEN NOTICE TO ECHOSTAR IN THE SAME FORM REQUIRED FOR A NOTICE OF CLAIM UNDER SECTION 15 BELOW WITHIN NINETY (90) DAYS (OR THE SHORTEST PERIOD OF TIME ALLOWED BY APPLICABLE LAW IF MORE THAN 90 DAYS) AFTER THE EFFECTIVE DATE ECHOSTAR SHALL HAVE THE SAME RIGHTS WITH RESPECT TO REQUESTS FOR ADDITIONAL INFORMATION AND ACCESS TO RETAILER'S BOOKS AND RECORDS WN CONNECTION WITH ANY SUCH CLAIMS AND CAUSES OF ACTION AS ECHOSTAR HAS UNDER SECTION 179 bELOW. FAILURE TO STRICTLY COMPLY WITH THE PROVISIONS OF THIS SECIION 3.102 WTTH RESPECT TO A PARTICULAR CLAIM ANDIOR CAUSE OF ACTION SHALL CONSTITUTE A WAIVER BY RETAILER AND ITS AFFILAATES with respect to the relevant clalm andior CAUSE OF ACTION HOWEVER, NOTWITHSTANDING ANY TERMS OF THIS AGREEMENT, NOTHING CONTAINED IN THIS AGREEMENT WILL WAIVE ANY RIGHT RETAILER MAY HAVE IN THE CLAIMS BROUGHT IN THE FOLLOWING CLASS ACTION LAWSUTTS IN THE EVENT THE FOLLOWING LAWSUITS ARE CERTIFIED: CASE NO OO-CV-1989, STYIED JOHN DEJONG, D/B/A ANEXIPAVE, Q AND JOE KELLY, D/BA AKEL-TRONICS, Q AND JAGUAR TECHNOLOGIES, INC V. ECHOSTAR SATELLITE CORPORATION, UNITED STATES DISTRICT COURT, DISTRICT OF COLORADO; CASE NO 00-CV-3130, STYIED AIR COMMUNICATION \& SATELLITE, INC ET AL Y ECHOSTAR SATELLITE CORPORATION, DISTRICI COURT, ARAPAHOE COUNTY, COLORADO; CASE NO. 500-CV-268, STYIED SATELLITE DEALERS SUPPIY, INC. V ECHOSTAR COMMLNICATIONS CORP., UNITED STATES DISTRICT COURT, EASTERN DISTRICT OF TEXAS. IN THE EVENT THAT NO PRIOR RETAILER AGREEMENT IS IN EFFECT AS OF THE EFFECTIVE DATE, RETAILER SHALL ONLY be eligible to receive Incentives for new subscriber accounts activated afier the effective DATE, NOTWITHSTANDING PAYMENT BY ECHOSTAR OF ANY INCENTIVES, COMMISSIONS OR OTHER PAYMENTS TO RETAILER PRIOR TO THE EFFECTIVE DATE. THIS AGREEMENT SHALL NOT AMEND, MODIFY, ALTER OR CHANGE ANY TERMS OR CONDITIONS OF ANY LEASE PLAN DEALER AGREEMENT, OR ANY SIMILAR AGREEMENT RELATING TO LEASING, WHICH IS NOW EXISTING OR LATER MADE WITH ECHOSTAR OR ANY OF ITS AFFILIATES

31 Promotional Programs. Retailer shall be cligible to participate in such Promotional Programs as EchoStar and/or any of its Affiliates may make available fo Retailer from time to time in their sole and absolute discretion for any reason or no reason. Retailer agrees to be bound by, and use its best efforts to support, all of the terms and conditions of (and all or such terms and conditions are herchy incopporated by reference in their entirety) the Promotional Programs in which Retailer elects to participate. Retailer acknowledges and agrees that: (i) under no circumstances shall Echo Star or any of its Aftliates have at any time any obligation to offer any Promotional Programs to Retailer, or if Promotional Programs are offered to others, to pemit Retalier to be eligible to poricipate in them; (ii) EchoStar and its Affintes may, from ime to time in their sole and absolute diseretion for any reason or no reason, add, discontinue, substifute, modify, amend or otherwise alter any or all of the terms and conditions of any Promotional Prograns; and (iii) if EchoStar and/or any of its Affiliates offer any Promotional Programs to Retailer, then Retailer shall only be eligible to participate in such Promotional Programs if and to the extent that it mects all of the qualification criteria and other terms and conditions as EchoStar and/or its Affilites may establish from time to time in their sole and absolute discretion for any reason or no reason. In the event of any conflict or inconsistency between the terns and conditions of a Promotional Program and/or applicable Business Rules and the tems or conditions of this Agreement, the terms and conditions of this Agrecment shall control. In the event of any ambiguity between or among the terms and conditions of a Promotional Program, Business Rule and/or this Agreement, EchoStar shall have the sole and exclusive authority to interpret and/or make a final determination in its sole and absolute discretion for any reason or no reason conceming any issue arising from such ambiguity
3.12 MDU Propertv/Gucst Properties. Retailer shall ensure that no Guest Property or bulk-billed MDU Property enguges directly or indirectly in: (i) the reselting of Bulk. Programming (i. . , the property cannot charge more for Bulk Programming than they pay to EchoStar for such Bulk Programming); (ii) the retransmission or rebroadcast of any Programming, except with the express written consent of EchoStar which consent EchoStar may withold in its sole and absolute discretion for any reason or no reason; or (iii) modifying, adding to, or deleting from any of the Bulk Programming. Retailer shall promply notify Echostar if it is aware of or suspeets a change in the number of Units at any Guest Property or buik-billed MDU Propenty subscribing to Bulk Programming Retailer understands and agrees that bulk-billed MDU Properties, nonwbulk-billed MDU Properties and Guest Properties may require the purchase of commercially-invoiced DISH DBS Systems, as ferther described in applicable Business Rules and adjustable at any time and from time to time in EchoStar's sole and absolute discretion for any reason or no teason

## 4 PROGRAMMING.

41 Programming, EchoStar shall detcmine from time to time, in its sole and absolute discretion for any reason or no reason, the Programing for which Retailer may solicin orders. EchoStar may expand, reduce or otherwise modify the content of any Progranning packages or add of delete any Programing (either in a package or a-la-carte) at any time and from time to time in its sole and absolute discretion for any reason or no reason. Any changes shall be effective immediately upon notification by EchoStar, unless EchoStar nolifies Retailer of a different effective date.
4.2 Changes. If at any time or for any teason or no reason EchoStar changes the content of any Progranming package, Reailer's authority to solicit orders for the prior Programming package shall immediately cease
5. PRICES EchoStar shall determine the retal prices for Programming from time to time in its sole and absolute discretion for any reason or no reason. Retailer will only solicit orders for Programming at the retall prices set by EchoStar from time to time. EchoStar may increase, decrease or otherwise modify those prices at any time and from time to time in is sole and absolute discretion for any reason or no reason. Any price changes shall be effective immediately upon nolification by EchoStar, unless EchoStar notifies Retailer of a different effective date. Retailer shall not represent that Programming may be purchased or obtained on any other terms except as authorized in writing by EchoStar.
6. INCENTIVES In consideration of Retailer's continuing efforts to market, promote and solicit orders for Programming and Retaiter's continuing effors to serviee DISH Network Subseribers afler initial activation, Relater may be eligible to receive the Incentives sel forth below.

61 Monthly Incentives.
6.1. Monthly Residential Incentives Subject to the terms and conditions of this Agreement (including without limitation the Exhibis attachee hereto) and any applicable Business Rulcs, for cach DISH DBS System or Promotional Cenificate that during the Term of this Agreement: (i) is sold to Retailer directly by EehoStar or any of its Affiliates (in the case of DISL DBS Systems and Promotional Certificates), or a Third Party Manufacturer (solely with respect to DISH DBS Systems); (ii) is re-sold by Retailer directly to a Qualifying Residential Subscriber; and (iii) results in the activation of Eligible Residential Programming for a new Residential Subscriber Account, Retailer may be eligible to receive a monthly incentive (the "Monthly Residertial Incentive"), in aecordance with applicable Business Rules. The amount of such Monthly Residential Incentive together with payment terms and other applicable terms and conditions shall be set forth in Business Rules which shall be distributed by Echostar from time to time in accordance with Section 16 above. ECHOSTAR EXPRESSLY RESERVES THE RIGHT TO CHANGE APPLICABIE BUSINESS RULES AT ANY TIME AND FROM TME TO TIME IN ITS SOLE AND ABSOLUTE DISCRETION FOR ANY REASON OR NO REASON, UPON NOTICE TO RETAILER, ECHOSTAR SHALL DETERMNE FROM TME TO TIME IN ITS SOLE AND ABSOLUTE DISCRETION FOR ANY REASON OR NO REASON WHETHER A PARTICULAR DISH NETWORK SUBSCRIBER IS A NEW RESIDENTIAL SUBSCRIBER ACCOUNT ELIGIBLE FOR THE PAYMENT OF MONTHLY RESIDENTIAL INCENTIVES HEREUNDER ECHOSTAR'S CALCULATION AND PAYMENT OF MONTHLY RESIDENTIAL INCENTIVES SHALL, BE PRESUMED CONCIUSIVELY AND IRREBUTABI Y CORRECT ABSENT A TIMELY NOTICE OF CLAM BY RETALLER PURSUANT TO SECIION 15
6.2 Monthly Residential MDU Incentives. Subject to the terns and conditions of this Agreement (ineluding without limitation the Exhibits atached hereto) and any applicable Business Rules, for each commercially-invoiced DISH DES System that during the Term of shis Agreement: (i) is sold to Retailer dircetly by EchoStar or any of its Afflitetes, or a Third Party Manufacturer; (ii) is re-sold by Retailer directly to a Qualifying Residential MDU Subscriber; and (iii) results in the activation of Eligible Residential MDU Programming for a new Residential MDU Subseriber Account, Retailer may be eligible to receive a monthly incentive (the "Monthy Residential MDU Incentive"), in accordance wih applicable Business Rules. The amount of such Monthly Residential MDU Incentive together with payment terms and other applicable terms and conditions shall be set forth in Business Rules which shall be distributed by EchoStar from time to time in accordance with Section 16 above. ECHOSTAR EXPRESSLY RESERVES THE RIGHT TO CHANGE APPLICABLE BUSINESS RULES AT ANY TMME AND FROM TIME TO TIME IN TTS SOLE AND ABSOLUTE DISCRETION FOR ANY REASON OR NO REASON, UPON NOTICE TO RETAILER ECHOSTAR SHALL DETERMINE FROM TME TO TIME DN ITS SOLE AND ABSOLUTE DISCRETION FOR ANY REASON OR NO REASON WHETHER A PARTICULAR DISH NETWORK SUBSCRIBER IS A NEW RESIDENTLAL MDU SUBSCRIBER ACCOUNT ELIGIDLE FOR THE PAYMENT OF MONTHLY RESIDENTLAL MDU INCENTIVES HEREUNDER ECHOSTAR'S CALCULATION AJD PAYMENT OF MONTHL Y RESIDENTIAL MDU INCENTIVES SHALL BE PRESUMED CONCLUSIVELY AND IRREBUTABL.Y CORRECT ABSENT A TIMEL.Y NOTICE OF CLAIM BY RETALLER PURSUANT TO SECTION 15.
6.1.3 Monthly Commercial Incentives. Subject to the terms and conditions of this Agreement (including without limitation the Exbibits attached hereto) and any applicable Business Rules, for each DISH DBS System that during the Tem of this Agreement: (i) is sold to Retaler directly by Echostar or any or its Amliares, or a Maird Party Manufacturer; (ii) is re-sold by Retailer directly to a Qualifying Commercial Subscriber: and (iii) results in the activation of Eligible Commercial Programming for a new Commercial Subscriber Account, Retailer may be eligible to receive a monthly incentive (the "Monthly Commercial Incentive"), in accordance with applicable Business Rules. The amount of such Montly Commercial Incentive together with payment terms and other applicable terms and conditions shall be set forth in Business Rules which shall be distributed by EchoStar from time to time in accordance with Section 16 above. ECHOSTAR EXPRESSLY RESERVES THE RIGHT TO CHANGE APPLICABLE BUSINESS RULES AT ANY TIME AND FROM TIME TO TME N ITS SOLE AND ABSOLUTE DISCRETION FOR ANY REASON OR NO REASON, UPON NOTICE TO RETAILER ECHOSTAR SHALL DETERMINE FROM TIME TO TIME IN ITS SOLE AND ABSOLUTE DISCRETION FOR ANY REASON OR NO REASON WHETHER A PARTICULAR DISH NETWORK SUBSCRIBER IS A NEW COMMERCIAL. SUBSCRIBER ACCOUNT ELIGIBLE FOR THE PAYMENT OF MONTHLY COMMERCLAL

INCENTNES HEREUNDER ECHOSTAR'S CALCULATION AND PAYMENT OF MONTHLY COMMERCIAL INCENINES SHALL BE PRESUMED CONCLUSIVELY AND IRREEUTAbLY CORRECT ABSENT A TMELY NOTICE OF CLAIM BY RETAILER PURSUANT TO SECTION IS
6.4 Monthy Bulk Incentives Subject to the sems and conditions of this Agrement (ineluding without limitation the Exhibits attached hercto) and any applicable Business Rules, for each commerciallywinvoiced DISH DBS System that during the Tem of this Agreement: (i) is sold to Retailer dircelly by Echostir or any of its Affilates, or a Third Party Manufacturer; (ii) is re-sold by Retailer directly to a Qualifying Bulk Subscriber; and (iii) results in the activation of Eligible Bulk Programming for a ncw Bulk Subscriber Account, Retailer may be eligible to rective a monthly incentive (the "Monthly Bulk Incentive"), in accorciance with applicable Business Rules. The amount of such Monthly Bulk lncentive together with payment ierms and ofler applicable ierms and conditions shall be set forth in Business Rules which shall be dismibuted by EchoStar from time to time in accordance with Section 16 above ECHOSIAR EXPRESSIY RESERVES THE RIGHT TO CHANGE APPLICABLE BUSINESS RUEES AT ANY TIME AND FROM TIME TO TIME IN ITS SOLE AND ABSOLUTE DISCRETIONFOR ANY REASON OR NO REASON, UPON NOTICE TO RETALLER ECHOSTAR SHALL DETERMINE FROM THME TO TIME TN ITS SOLE AND ABSOLUTE DISCRETON FOR ANY REASON OR NO REASON WHETHER A PARTICULAR DISH NETWORK SUBSCRIBER IS A NEW BULK SUBSCRIBER ACCOUNT ELIGIBEE FOR THE PAYMENT OF MONTHLY BULK MNCENTIVES HEREUNDER ECHOSYARS CALCULATION AND PAYMENT OF MONTHLY BUIK NCENTIVES SHALL BE PRESUMED CONCLUSIVELY AND IRREBUTABLY CORRECT ABSENT A TIMELY NOTICE OF CLAIM BY RETAILER PURSUANT TO SECTION 15.

## 62 <br> Additional Incentives.

621 Additional Residential Incentives, During the Term of this Agreement, Retaler may be eligible fo participate in and receive incentives other than Monthly Residential Incentives with respect to new Residential Subscriber Accounts, such as, co-op accrual, activation fee payments, flex payments, equipment discounts and professional installation payments ("Additionat Residential Incentives") under such Promotional Programs as EchoStar may make available to Retailer at any time and from tine to time in EchoStar's sole and absolute discretion for any reason or no reason. The terms and conditions, including without limitation, cligibility requirements, goveming each Additional Residenial Incentive stall be set ronh in applicable Business Rules, which shall be bistributed or otherwise made available by EchoStar from time to time in accordance with Section 16 above ECHOSTAR EXPRESSEY RESERVES THE RIGHT TO CHANGE APPLICABLE BUSINESS RULES AT ANY TMME AND FROM TIME TO TIME IN ITS SOLE AND ABSOLUTE DISCRETION FOR ANY REASON OR NO REASON, UPON NOTICE TO RETAILER.

622 Additional Residential MDU Incentives. During the Term of this Agrecment, Retailer may be eligible to participate in and receive incertives other than Monthly Residential MDU Incentives with respect to new Residential MDU Subscriber Accounts, such as, activation fee payments, nex payments, equipment discounts and professional installation payments ("Additional Residential MDU Incentives") under such Promotional Programs as EchoStar may make available to Retailer at any time and from time to time in EchoStar's sole and absolute discretion for any reason or no reason. The terms and conditions, including without limitation, eligibility requircments, governing ench Additomal Residentiad MDU lncentive shall be set forh in applicable Business Rules, which shall be distributed of otherwise made available by EchoStar from time to time in accordance with Section 16 above. ECHOSTAR EXPRESSLY RESERVES THE RIGHT TO CHANGE APPLICABLE BUSINESS RULES AT ANY TIME AND FROM TME TO TIME IN ITS SOLE AND ABSOLUTE DISCRETION FOR ANY REASON OR NO REASON, UPON NOTICE TO RETAILER
6.23 Additionat Commercial Incentives. During the Ierm of this Agreement, Relailer may be cligible to participate in and receive incentives oher than Monthly Commercial Incentives with respect to now Commercial Subscriber Accounts, such as, petivation fee payments, flex payments, equipment discounts and professional installaion payments ("Addibonal Commercial Incentives") under such Promotional Programs as EchoStar may make avalable to Retailef at any time and from time to time in EchoStar's sofe and absolute discretion for any reason or no reason. The terms and conditions, including without limitation, cligibility requirements, goveming cach Additional Commetcial Incentive shall be sel forth in applicable Business Rules, which shall be distributed or otherwise made available by EchoStar from time to time in accordance with Section 16 above ECHOSTAR EXPRESSLY RESERYES THE RIGIIT TO CHANGE APPLICABLE BUSINESS RULES AT ANY TME AND FROM TME TO TME IN ITS SOLE AND ABSOLUTE DISCRETION FOR ANY REASON OR NO REASON, LPON NOTICE TO RETALER,
62.4 Additional Bulk Incentives. During the Tem of this Agreement, Refailer may be eligible to participate in and recoive incentives other than Monthly Bulk lncentives with respect to new Bulk Subscriber Accounts, such as, activation fee payments, flex payments, equipment discounts and professional installation payments ("Additional Bulk Incentives") under such Promotional Programs as EchoStar may make available to Retailer at any time and from time to time in EchoSiar's sole and absolute discretion for any reason or no reason. The tetms and conditions, including wihout limitation, cligibility requirements, goveming each Additional Bulk Incentive shall be set fort in applicable Business Rules, which shall be distributed or otherwise made available by Echostar from time to time in accordance with Scction 6 above. ECHOSTAR EXPRESSL.Y RESERVES THE RIGHT TO CHANGE APPLICABLE BUSINESS RULES AT ANY TIME AND FROM TIME TO TME IN TTS SOLE AND ABSOLUTE DISCRETION FOR ANY REASON OR NO REASON, UPON NOTICE TORETAILER

# CONFIDENTIAL 

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RETALLER ACKNOWLEDGES AND AGREES THAT:
(I) LNDER NO CIRCUMSTANCES SHALL ECHOSTAR HAYE AT ANY TIME ANY OBLIGATION TO OFFER ANY ADDITIONAL NNCENTIVES IO RETALLER, OR IF ADDITIONAL INCENTIVES ARE OFFERED TO OTHERS, TO ALTER OR AMEND APPLICABLE BUSINESS RULLES TO PERMIT RETAILER TO BE ELIGIELE TO RECEIVE THEM;
(II) ECHOSIAR MAY AT ANY TIME AND FROM TME TO TIME, TN ISS SOLE AND ABSOLUTE DISCRETION FOR ANY REASON OR NO REASON, ADD, DISCONTINUE, SUESTTTUTE, MODIFY OR OTHERWISE ALTER. ANY OR ALL OF THE TERMS AND CONDITIONS OF ANY PROMOTIONAL. PROGRAM INVOL.VTNG THE PAYMENT OF ADDITIONAL DNCENTIVES;
(II) IF ECHOSTAR OFFERS ANY ADDITIONAL INCENTIVES TO RETAILER THROUGL ANY PROMOTONAL PROGRAM, REIALLER SHALL ONLY BE ELIGIBLE TO RECEIVE THE ADDITIONAL DNCENTIVES IF AND TO THE EXTENT THAT IT MEETS ALL. OF THE QUALIFICATION CRITERIA AND OTHER TERMS AND CONDITIONS SET FORTH IN THE APPLICABLE BUSINESS RULES (IF ANY) AND THIS AGREEMENT;
(IV) UNLESS EXPRESSLY SET FORTH TO THE CONTRARY UNDER APPLICABLE BUSINESS RULES, ADDITIONAL RESIDENTIAL INCENTIYES SHALL ONLY BE PAD TO RETAILER WITH RESPECT TO DISH DBS SYSTEMS OR PROMOTIONAL CERTIFICATES THAT: (A) ARE SOLD TO RETAHIER BY ECHOSTAR OR ANY OF ITS AFFILIATES (IN THE CASE OF DISH DBS SYSTEMS AND PROMOTIONAL CERTIFICATES) OR A THRD PARTY MANUFACTURER (SOLELY WITH RESPECT TO DISH DBS SYSTEMS); (B) ARE RE-SOLD BY RETAILER DIRECTLY TO A QUALIFYING RESIDENTIAL, SUBSCRIBER; AND (C) RESULT IN THE ACTVATION OF ELIGIBLE RESIDENTLAL PROGRAMMING FOR A NEW RESIDENTLAL SUBSCRIBER ACOOUNT;
(V) UNLESS EXPRESSLY SET FORTH TO THE CONTRARY UNDER APPLICABLE BUSINESS RULES, ADDITIONAL RESIDENTIAL MDU INCENTIVES SHALL, ONLY BE PAID TO RETAILER WITH RESPECT TO COMMERCLALLY-INVOICED DISH DBS SYSTEMS THAT: (A) ARE SOLD TO RETALLER BY ECHOSTAR OR ANY OF ITS AFFILIATES OR A THIRD PARTY MANUFACTURER; (B) ARE RE-SOLD BY RETAILER DIRECTLY TO A QUALIFYING RESIDENTIAL. MDU SUBSCRIBER; AND (C) RESULT IN THE ACTIVATION OF ELIGIBLE RESIDENTIAL, MDU PROGRAMMNG FOR A NEW RESIDENTLAL MDU SUBSCRIBER ACCOUNT:
(VI) UNLESS EXPRESSLY SET FORTH TO THE CONTRARY UNDER APPLICABLE BUSINESS RULES, ADDITIONAL COMMERCIAL. INCENTIVES SHALL ONLY BE PAD TO RETAILER WITH RESPECT TO DISH DES SYSTEMS THAT: (A) ARE SOLD TO RETALLER BY ECHOSTAR OR ANY OF ITS AFFILIATES OR A THIRD PARTY MANUFACTURER; (B) ARE RESOLD BY RETAILER DIRECTLY TO A QUALIFYRG COMAERCIAL SUBSCRIBER; AND (C) RESULT [N THE ACTIVATION OF ELIGIBLE COMMERCLAL PROGRAMMING FOR A NEW COMMERCIAL SUBSCRIBER ACCOUNT; AND
(VII) UNLESS EXPRESSLY SET FORTH TO THE CONTRARY UNDER APPLICABLE BUSINESS RULES, ADDITIONAL BULK INCENTIVES SHALL ONLY BE PAD TO RETAILER WITH RESPECT TO COMMERCIALLYMVOICED DISH DBS SYSTEMS THAT: (A) ARE SOLD TO RETALLER BY ECHOSTAR OR ANY OF ITS AFFILIATES OR A THIRD PARTY MANUFACTURER; (B) ARE RE-SOLD BY RETAILER DIRECTLY TO A QUALIFYMG BULK SUBSCRBER; AND (C) RESULT IN THE ACTIVATION OF ELIGIBLE BULK PROGRAMMING FOR A NEW BULK SUBSCRIBER ACCOUNT

626 ECHOSTAR SHALL DETERMINE FROM TIME TO TME IN ITS SOLE AND ABSOLUTE DISCRETION FOR ANY REASON OR NO REASON WHETHER A PARIICULAR ECHOSTAR SUBSCRIBER IS A NEW RESIDENTIAL SUBSCRIBER ACCOUNT, NEW RESIDENTIAL MDU SUBSCRIBER ACCOUNT, NEW COMMERCIAL SUBSCREER ACCOUNT OR NEW BULK SUBSCRIBER ACCOUNT THAT IS ELIGIELE FOR THE PAYMENT OF ADDITIONAL INCENTIVES HEREUNDER RETAILER ACKNOWLEDGES AND AGREES THAT IF IT CHOOSES TO PARTICPATE IN ANY PRONOLIONAL PROGRAM IT WIL CAREFULLY REVIEW AND ADHERE TO ALL THE TERMS AND CONDITIONS SET FORTH IN THE BUSTNESS RULES RELATED THERETO. FURTHERMORE, RETAILER'S PARTICIPATION IN ANY PROMOTIONAL PROGRAM OR RECEIPT OF ADDIIONAL NCENTIVES THEREUNDER SHALL SERVE AS RETALLER'S ACKNOWLEDGEMENT OF THE TERMS AND CONDITIONS SET FORTH IN APPLICABLE BUSINESS RULES AND RETAILER'S AGREEMENT TO BE BOUND THERETO. ECHOSTAR'S CALCULATON AND PAYMENI OF ADDITIONAL NCENTIVES SHALL BE PRESUMED CONCLUSIVEIY AND IRREBUTABLY CORRECT ABSENT A TIMELY NOTICE OF CLAMM BY RETAILER PURSUANT TO SECTION 15 .

## Chargeback of Incentives.

63.1 IN THE EVENT THAT RETAILER IS PAID AN INCENTIVE TO WHICH IT IS NOT ENTITLED PURSUANT TO THE TERMS AND CONDITIONS OF THIS AGREEMENT OR ANY PROMOTIONAL PROGRAM OR applicable business rules, echostar shall have the right to charge back such incentive paid to RETAILER. IN ADDITION TO THE FOREGONG, ECHOSTAR SHALL HAVE THE RIGHT TO CHARGE BACK ALL OR ANY PORTION OF THE MONTHLY INCENTIVES (AT ANYTIME) OR ADDITIONAL INCENTIVES (TO THE EXTENT THAT THE APPLICABLE CHARGEBACK PERIOD SET FORTH IN THIS AGREEMENT OR APPLICABLE BUSINESS RULES HAS NOT EXPIRED) PAID:
(1) WITH RESPECT TO A PARTICULAR QUALIFYNG RESIDENTLAL SUBSCRIBER WHO SUBSEQUENTLY FAILS TO PAY IN FULL FOR THE UNDERLYING ELIGIBLE RESIDENTIAL PROGRAMMING, OR WITH RESPECT TO WHOM A REFLND OR CREDIT IS ISSUED FOR ANY REASON (ECHOSTAR SHALL HAVE THE OPTION TO ISSUE SUCH CREDITS OR REFUNDS AT ANY TME AND FROM TME TO TIME IN ITS SOLE AND ABSOLUTE DISCRETION FOR ANY REASON OR NO REASON);
(II) WITH RESPECT TO A PARTICULAR QUALIFYING RESIDENTIAL MDU SUBSCRIBER WHO SUBSEQUENTLY FAILS TO PAY IN FULL FOR THE UNDERLYING ELIGIBLE RESIDENTIAL MDU PROGRAMMING, OR WITH RESPECT TO WHOM A REFUND OR CREDIT IS ISSUED FOR ANY REASON (ECHOSTAR SHALL HAVE THE OPTION TO ISSUE SUCH CREDITS OR REFUNDS AT ANY TIME AND FROM TIME TO TIME IN ITS SOLE AND AbSOLUTE DISCRETION FOR ANY REASON OR NOREASON):
(III) WTTH RESPECT TO A PARTICULAR QUALIFYING COMMERCIAL SUBSCRIBER WHO SUBSEQUENTLY FAILS TO PAY IN FULL FOR THE UNDERL.YNG ELIGIBLE COMMERCIAL PROGRAMMING, OR WITH RESPECT TO WHOM A REFUND OR CREDIT IS ISSUED FOR ANY REASON (ECHOSTAR SHALL HAVE THE OPTION TO ISSUE SUCH CREDITS OR REFUNDS AT ANY TME AND FROM TME TO TMME IN ITS SOLE AND ABSOLUTE DISCRETION FOR ANY REASON OR NO REASON); AND
(IV) WITH RESPECT TO A PARTICULAR QUALIFYTNG BULK SUBSCRIBER WHO SUBSEQUENTLY FAILS $1 O$ PAY IN FULL FOR THE UNDERLYING ELIGIBLE BULK PROGRAMMING, OR WITH RESPECT TO WHOM A REFUND OR CREDIT IS ISSUED FOR ANY REASON (ECHOSTAR SHALL HAVE THE OPTION TO ISSUE SUCH CREDITS OR REFUNDS AT ANY TIME AND FROM TIME TO TIME IN ITS SOLE AND ABSOLUTE DISCRETION FOR ANY REASON OR NOREASON).
IN ADDITION TO THE FORECOING, ECHOSTAR SHALL HAVE THE RIGHT TO CHARGE BACK ALL OR ANY PORTION OF THE INCENTIVES PADD IN CONNECTION WITH RETALLER FRAUDULENTIY RECEIVING AN INCENTIVE OR OTHER PAYMENT BY (A) MISREPRESENTING ANY INFORMATION CONCERNING A PRIOR OR CURRENT ECHOSTAR subscriber to make that person appear to be a new echostar subscriber, or (b) creating a FICTITIOUS OR FRAUDULENT CUSTOMER ACCOUNT. FOR THE AVOIDANCE OF DOUBT, IN THE EVENT ECHOSTAR DETERMINES AT ANY TIME IN GOOD FAITH IN ITS SOLE AND ABSOLUTE DISCRETION FOR ANY REASON OR NO reason, that retaller committed fraud or other misconduct, echostar shall have the right to CHARGE BACK ALL OR ANY PORTION OF THE NCENTIVES PAID TO RETAILER, AND OUT-OF-POCKET EXPENSES (INCLUDING WITHOUT LIMITATION PROGRAMMING COSTS PAID AND ANY EQUIPMENT SUBSIDIES PROVIDED) INCURRED BY ECHOSTAR AND ANY OF ITS AFFILIATES, IN CONNECTION WITH THAT FRAUD OR MISCONDUCT ECHOSTAR'S CALCULATION AND ASSESSMENT OF ANY CHARGEBACK SHALL BE PRESUMED CONCLUSIVELY AND IRREBUTABLY CORRECT ABSENT A TMMELY NOTICE OF CLAMM BY RETAILER PURSUANT TO SECTION 15 echostars determination that a chargeback is proper shall be controlling absent fraud, MALICE OR WANTON AND WILLFUL MISCONDUCT ON THE PART OF ECHOSTAR. THE PROVISIONS OF THIS SECTION 63 SHALL SURVIVE EXPIRATION OR TERMINATION OF THIS AGREEMENT (FOR ANY REASON OR NO REASON WHATSOEVER INDEFINITELY
6.4 Pavment Subject to the terms of this Section 64 , all Incentives paid to Retailer hereunder shall be made by EFT
6.4.1 Electronic Funds Transfer. Retailer shall provide EchoStar with the Retailer Account information and any changes thereto ("EFT Instructions"), in the manner prescribed by EchoStar. Until Retailer provides EchoStar with EFT Instructions, or in the event that Retailer elects to receive payments by check, EchoStar shall pay Incertives to Retaiter by check and Retailer will be assessed EchoStar's standard processing fee, which may be changed by EchoStar at any time and from time to time in its sole and absolute discretion for any reason or no reason

642 Reliance on Retaller Account Information. Wilh respect to Relailer's EFT Instructions, and any purported changes or modifications thereof by Retailer, EchoStar may act in reliance upon any writing or insfrument or signature which it, in good faith, belicves to be genuine, and may assume the validity and accuracy of any statement or assertion conaincd in such writing
or instrument and may assume that any person purporing to give any such writing, notice, advice or instruction in connection with the provisions hercof has been duly authorized by Retailer to do so. The provisions of this Section 64.2 shall survive expitation of remination of this Agreement (for any reason or no reason whatsoever) indefinitely.

643 EchoStar EFI Liability Limitation. Retailer agrees that in no event shall EchoStar have any hability under this Agrecment for any Incentives not received by Retailer as a result of an ertor in any way atributable to: (i) any bank or financial institution; (ii) Retaiter; or (iii) any other person, entity or circumstance outside of EchoStar's direct control. The provisions of this Section 6.43 shall survive expiration or tormination of this Agrement (for any reason or no reason whatsoever) indefinitely.

644 Incentive Statements. EchoSiar shall make available to Retailer, in an electronic format determined by EchoStar at any time and from time to time in its sole and absolute discretion for any reason or no reason, periodic statements reflecting the lncentives (if any) payable to Retailer as well as any Chargebacks assessed against Retailer For the avoidance of doubt, such statements will only be made available during periods when Incentives are payable to Retailer. Retailer acknowledges that EchoSur is not required to provide Retailer with any additional information, including but not limited to communications beween EehoStar and any EchoStar Subscriber or any cusloner account information regarding any EchoStar Subscriber.

## 65 Excentions. Nowithstanding anything to the contrary set forth herein:

65.1 Retailer shall not be cntitled to Monthly Residential Incentives (at anytime) or Additional Residential Incentives (to the extert that the applicable Chargeback period set forth in this Agreement or applicable Business Rules has not expired) with respect to any Residential Subscriber Account for which: (i) Eligible Residential Programming has been cancelled by anyone; (ii) payment in full for Eligible Residential Programming has not been timely received by EchoStar in accordance with the terns and conditions of the then current EchoStar Residential Customer Agreement; (iii) a credit or refund has been issued by EchoStar for any reason (EchoStar shall have the right to issue crediss or refunds at any time and from time to time in its sole and absolute discretion for any reason or no reason); (iv) the subscriber would otherwise be a Qualifying Residential Subscriber, but is already receiving-or previously received at any time-many of the Programming, or any other audio, video, data, internetive or other programming services from EchoStar or any of its Aftiliates on the date of the order; (v) the Residential Subseriber Accoumt is otherwise terminated, disconnected or deactivated for any reason or no reason whatsoever; or (wi) the Qualifying Residential Subscriber alleges that Retailer committed frated or any other deceptive act or practice.

052 Retailer shall not be entitled to Monhly Residential MDU Incentives (at anytime) or Additional Residential MDU Yncentives (to the extent that the applicable Chargeback period set forth in this Agreement or applicable Business Rutes has not expired) with respect to any Residential MDU Subscriber Account for which: (i) Eligible Residential MDU Programming has been cancelled by anyone; (ii) payment in full for Eligible Residential MDU Programming has not been timely reccived by EchoStar in uccordance with the terms and conditions of the then current EchoStar Residential Customer Agreement: (iii) a credit or refund has been issued by EchoStar for any reason (EchoStar shall have the right to issue credits or refunds at any time and from time to time in its sole and absolute discretion for any reason or no reason); (iv) the subscriber would otherwise be a Qualifying Residential MDU Subscriber, but is already recciving-or previously received at any time-any of the Progranming, or any other audio, video, data, interactive or other programming services from EchoStar or any of its Affiliates on the date of the order; (v) the Residential MDU Subscriber Account is otherwise teminated, discomected or deactivated for any reason or no reason whatsoever; or (vi) the Qualifying Residential MDU Subscriber alleges that Retailer committed fraud or any other deceptive act or practice
65.3 Retailer shall not be entitled to Monthly Commercial Incentives (at anytime) or Additional Commercial Incentives (to the extent that the applicable Chargeback period set forth in this Agreement or applicable Business Rules has not expircd) with respect to any Commercial Subscriber Account for which: (i) Eligible Commercial Programming has been cancelled by anyone; (ii) payment in full for Eligible Commercial Programming has not been timely received by EchoStar in accordance with the terms and conditions of the then current EchoStar Conincrial Customer Agrcement; (iii) a credit or refund has been issued by EchoStar for any reason (EchoStar shall have the right to issue credits or refinds at any time and from time to time in its sole and absolute discretion for any reason or no reason); (iv) the subseriber would oherwise be a Qualifying Commercial Subscriber, but is already receiving-or previously teceived at any lime-any of the Programming, or any other audio, video, duta, interactive or other programming services from EchoStar or any of its Affilites on the date of the order; (v) the Commercial Subscriber Account is otherwise terminated, disconnected on deactivaied for any reason or no reason whatsoever; or (vi) the Quaififyg Commercial Subscriber alleges that Retailer committed fraud or any other deceptive act or prattice.
6.5.4 Retaifer shall not be entited to Monthly Bulk Incentives (at anytime) or Additional Butk Incentives (to the extent that the applicable Chargeback period sct forth in this Agreernent or applicable Business Rules has not expired) with respect to any Bulk Subscriber Account for which: (i) Eligible Bulk Programming has been cancelled by anyone; (ii) payment in full for Eligible Bulk Programming has not been timely received by EchoStar in accordance with the terms and conditions of the then current EchoStar Commercial Customer Agreement; (iii) a credit or refund has been issued by EchoStar for any reason (Echostar shall have the right to issue eredies or refunds at any time and from time to time in is sole and absolute discretion for any reason or no reason); (iv) the subscriber would otherwise be a Qualifying Bulk Subscriber, but is already receiving-or previously reccived at any time-any of the Programming, or any other audio, video, data, interactive or other programming services from Echostar or any of its Affiliates on the
date of the order, (v) the Bulk Subscriber Account is otherwise terminated, disconneted or deactivated for any reason or no reason whatsoever; or (vi) the Qualifying Bulk Subscriber alleges that Retailer committed fraud or any other deceptive act or practice
6.55 Retailer shall not be entitced to any Incentives with respect to the activation by Echosiar of a DISH DBS Systern unless: (i) all of the individual components comprising the applicable DISH DBS System (eg, receivers, dishes and LNBFs) are confirmed by EchoStar as having been parchased by Retailer direcliy from ether. (a) Echosphere L. L. C. or any other Affliate of EchoStar, or (b) a Third Party Mantacturer; or (ii) the DISH DBS System is delivered pursuant to a Promotional Certificate that is confirmed by EchoStar as having been purchased by Retailer directly from Echosphere LLC Or any other Affiliate of EchoStar. Retailer acknowiedges and agrees that EchoStar shall not be required to pay Incentives to Retaler in connection with a DISH DBS Systern purchased by Reailer directly from a Thire Party Manufacturer unless and until the Third Party Manufacturer provides EchoStar with accurate information required by EchoStar to be able to pay such Incentives to Retailer including, at a minimurr: (1) serial numbers for DISH DBS Systenis sold by the Third Party Manufacturer to Retailer; and (2) the name and address, and olher appropriate identifying information of Retailer.

656 Notwithstanding anything to the contrary set forth herein and unicss expressly set forth to the contrary under the terms and conditions of a specinic Promorional Program or applicable Business Rules, Retailer shall only be entitled to receive Monthly Residential Incentives and Additional Residental Incentives with respect to the first new Residential Subscriber Account activated per household. Notwithstanding anything to the contrary set forth herein and unless expressly set forth to the contrary under the terms and conditions of a specific Promotional Program or applicable Business Rules, Retailer shall only be entited to receive Monthly Residential MDU Incentives and Additional Residential MDU lncentives with respect to the first new Residential MDU Subscriber Account activated per household. Notwithstanding anything to the contrary set forth herein and unless expressly set forth to the contrary under the acms and conditions of a specific Promotional Program or applicable Business Rules, Retailer shall only be entited to receive Monthly Commercial Incentives and Additional Commercial Incentives with respect to the first new Commercial Subscriber Account activated per business operated at a Commercial Location

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## Suspension and Termination of Incentives.

6.6.1 Suspension In addition to any oher rights and remedies available, EchoStar shall not be required to pay any Incentives to Retailer which would otherwise be due to Retailer during ony period in which Retailer is in breach or defaut of this Agrecment, the Trademark License Agreement (attached hereto as Exhibit A) or any Ohher Agrecment, and EchoStar shall have no liability to Retailer as a result of such suspension of payment. Specifically, and without limitation of the foregoing, Retailer shall have no right at any time to recoup any lneentives not paid during a period of breach or default. The foregoing provisions of this Section 6.6 .1 may be exercised without terminating this Agreement and are without prejudice to any other nighs and remedics that EchoStar and/or its Afiliates may have under this Agreement, al law, in cquity or otherwise. The provisions of this Section 6.6 .1 shall survive expiration or termination of this Agreement (for any reason or no reason whatsoever) indefinitely
6.62 Termination. In the event this Agtecment cxpires of is terminated for any reason or no reason whatsoever, Echostar shall have the righ, in eddition to any other rights and remedies it may have, to terminate immediately all payments of Incentives then presently due and owing, or thereafter due, to Retailer under this Agreeraent

67 Non-Incontivized Aclivations by Echostar In the event that Retailer for any reason does not qualify for an Incentive with respect to any Qualifying Residential Subscriber and/or any DISH DBS System at a Residential Location or instimutionalResjidential Location, EchoStar shall be entitled to activate Residential Programming for that Qualifying Residential Subscriber and/or DISH DBS System without payment of any incentive or compensation to Retailer, even if Retailer solicited the Qualifying Residential Subscriber to order Residential Programming fom EchoStar. In the event that Retailer for any reason does not qualify for un Incentive with respect to any Qualifying Residential MDU Subscriber and/or any commercially-invoited DISH DES System at a non-bulk-billed MDU Property, EchoStar shall be cntitled to activate Residential MDU Programming for that Qualifying Residential MDU Subscriber and/or DISH DBS System without payment of any Incentive to Retailer, even if Retailer solicited the Qualifying Residential MDU Sulbscriber to order Residential MDU Programming fom EehoStar. In the event that Retailer for any reason does not qualify for an Incentive with respect to any Qualifying Commercial Subscriber and/or any DISH DBS Systern at a Commercial Location, EchoStar shall be entited to activate Commercial Programning for that Qualifying Commercial Subscriber and/or DISH DBS System without payment of any lncentive to Retailer, even ir Retailer solicited the Qualifying Commercial Subseriber to order Commercial Programming from EchoStar. In the event that Retailer for any reason does not qualify for an incentive with respect to any Qualifying Bulk Subscriber and/or any commercially-invoiced DISH DBS System at a Guest Propery or a bulk-billed MDU Property, EchoStar shall be catited to activate Bulk Programming for that Qualifying Bulk Subscriber and/or DISH DBS System without payment of any Incentive to Retailer, even if Retailer solicited the Qualifying Bulk Subscriber to order Bulk Programming from EchoStar

68
Offsets. In no event shall Reiaiter or any of its Affiliates offset any amounts due to EchoStar or any of its Affiliates from Retailer or any of its Affliates against any Incentives or other amounts due to Retailer or any of its Affiliates from EchoStar or ary of its Affiliates In the event that the Incentives paid by EchoStar to Retailer exceed the amount to which Retailer was entited, or if Retailer andor any of its Alfiliates are indebted to EchoStar or its Affiliates under Section 13 below or for any other reason (including
without limitaion for any Chargebacks permitted hereunder), Retailer and its Amtintes hercby acknowledge and agtec that EchoStar and its Affliates shall have the night, but not the obligation, to offset any such amounts against any Incentives or other amounts otherwise due to Retailer or any of its Affiliates from EchoStar or any of its Affiliates, as well as any and all amounts for which EchoStar and/or any of its Affiliates may become hable to third parties by reason of Retailer's and/or any of its Afflize's acts in performing, or failing to perform, Retaifer's and/or any of its Affliale's obligations under this Agreement or any Oher Agreemenls. Further, EckuStar may, but shall have no obligation to, withhoid such sums from any monies due or to become due to Retailer hereunder as EchoStar, at any time and from time to time in its sole and absolute discretion for any reason or no reason, deems necessary to protect EchoStar and/or any of its Anfliates from any loss, damage, or expense relating to or arising out or Retailer's actions, inaction or performance hereunder, or in response to any claim or threatened clam of which EchoStar becomes aware conceming Retailer or the performance of Retailer's duties hereunder. EchoStar's right to money due and to become due hereunder shall not be subject to any defense (excepl payment), offet, counterclaim or recoupnent of Retailer whatsocver, including, but not limited to, any which might arise from a breach of his Agreement by EchoStar or any of its Affilates The provisions of this Section 6.8 shall survive expiration or termination of this Agreement (for any reason or no reason whatsocver) indefinitely

69 Recovery of Outstanding Amounts ECHOSTAR'S CALCULATION OF INCENTIVES AND OFFSET AMOUNTS SHALL BE PRESUMED CONCLUSIVELY AND IRREBUTABLY CORRECT ABSENT A TMELY NOTICE OF CLAIM BY RETAILER PURSUANT TO SECTION 15. Within thirty (30) days after expiration or termination of this Agrecrment for any reason or no reason whatsocver, Refailer shall pay to EchoStar all amounts owing from Retailer and its Affilates to EchoStar and its Affliates

### 6.10 Collection of Programming and Other Fees.

6.101 Remiler acknowledges and agrees that: (i) with the sole exception of payments for installation and aftersales services performed by Retuiler and as oherwise expressly permitted by Echostar in witing, under no circumstances shan Retailer or any of its Affiliates collect any payment for Programming or any other payment due to EchoStar and/or any of its Affiliates from any DISH Nework Subscriber or any other person or entity: (ii) all subseription, demand purchase and other Programming fees shall be billed directly to DISH Network Subscribers by EchoStar, (iii) in the event that, notwithstanding Retailer's best efforts to comply with clause (i) above, a DISH Network Subscriber or other person or entity forwards any such payment to Retailer or any of its Affiliates, Relailer shall immediatcly forward the payment, togelher with any applicable sales or similar taxes. to EchoStar without deduction or offset of any kind, and shall instruct the DISH Network Subscriber or other person or entity that all future payments must be made to EchoSfar directly; and (iv) until such time as the payment is delivered to EchoStar, such payment shall be deemed to be the property of Echosiar and Retailer siball hold such payment in trust for the benefit of EchoStar
6.102 Retailer further acknowledges and agrecs that: (i) under no circumstance shall Retailer or any of its Affilates directly or indirectly collect any payment or derive any economic benefin in any form from a programming service provider (a "Programmer") in connection with and/or arising out of the marketing, promotion and/or solicitation of orders for the programming service(s) of such Programmer by Retailer and/or any of ite Affiliates; (ii) in the event that, notwithstanding Retailer's best efforts to comply with clause (i) above, Retailer or any of its Affilates receives any such payment or derives any such economic benefit, Retailer shall imanediately fonward the payment or deliver the cash value of the economic bencfit, as the case may be, to EchoStar without deduction or offect of any kind; and (iii) until such time as the payment or cash value of the economic benefit is delivered to EchoStar, such payment or economic benefil shall be deened to be the property of EchoStar and Retaller shall hold such payment or economic benefit in trust for the benefil of EchoStar
610.3 The foregoing is agreed to without prejudice to EchoStar exercising any other rights and remedies it may have at law, in equity, mender contract or otherwise (all of which are hereby exprestly reserved), including without limitation, the right to terminate this Agreement and seek damages or other legal or equitable relief. The provisions of this Section 610 shall survive expiration or termination of this Agreernent (for any reason or no reason) indefinitely
6.11 Sole Incentives. Retailer hercby acknowledges and ageces that the Incentives payable pursuant to this Agreement and any applicable Business Rules constitute the sole amounts payable by EchoStar to Retailer in connection with this Agreement
6.12 No Admission. No payment to Retailer under this Agreement, whether in full or in part, shall be deemed to operate as EchoStar's acceptance. waiver or admission that Retailer has complied with any provision of this Agreement or the requirements of any Promotional Program including, without limitation, any Business Rules related thereto. The parties agree that at all times (ineluding but not limited to in any arbitration or cour proceeding) it shall remain Retailer's burden to prove eligibility for receipt of any lncentive (including, withou limitation, performance of any conditions precedent hereto) or that any Chargeback was ineorrect
6.13 Acknowledgement. Retailer hereby acknowledges and agrees that the Incentives paid to Reailer under this Agreement do not represent deferted compensation in any form whatsoever and are not being paid to Retailer with respect to the procurement of, or the activation of Programming for, DISH Network Subscribers, but rather are being paid to Retailer as an incentive to continue marketing, promoting and soliciting orders for Programming from prospetive DISH Nework Subscribers and to provide
continuing sevice to DISH Network Subscribers after initial activation
614 Assignment of Right to Pavment Retailer docs not have the power or the right to assign any payments, or its right to receive any payments, that may be due to Retailer under this Agrecment. Any such assignment (whether express or by operation of law) shall be void and unenforecable. Any such attempted assignment shall immediately discontinue Retailer's right to future payments under this Agreement

615 Clams. NOTWITHSTANDING ANYTHNG TO THE CONTRARY SET FORTH HEREIN, IN NO EVENT SHALL ANY NOTICE OF CLAMM RELATING TO ANY ALI EGED FAILURE TO PAY ANY AMOUNTS DUE AND OWING FROM ECHOSTAR ANDIOR ITS AFFILIATES, ON IHE ONE HAND, TO RETAILER ANDIOR ITS AFFILIATES, ON THE OTHER HAND, OR RELATING TO ANY CHARGEBACKS BE PROVIDED LATER THAN THIRTY (30) DAYS AFTER THE Date that the relevant payment should have been made or the date that the relevant Chargeback occurred, as applacable, or later than thirty (30) days after expiration or TERMINATION OF THIS AGREEMENT FOR ANY REASON WHATSOEVER, WHICHEVER IS EARLIER, OR THE SHORTEST PERIOD PERMITTED UNDER APPLICABLE LAW (IN THE EVENT THAT SUCH PERIOD IS IN EXCESS OF THE APPLICABLE PERIOD SET FORTH ABOVE

## 7. ORDERS.

71 Retailer agrees to use its best efforts to promote and enhance EchoStar's business, reputation and goodwill. Retailer shall allow only its cmployecs, and shall not use any independent contractors, Affiliates or sub-agents, to fulfll its obligations hereunder without EchoStar's specific prior written consent, which consent may be witheld in Echostar's sole and absolute discretion for any reason or no reason. In the event EchoStar dovs grant consent to Retaler to use persons not employed by Retailer to perform activities contemplated hereunder, Retailer shall be responsible for the acts and omissions of such persons under this Agecment to the same extent it is responsible for the acts and omissions of its own employecs.

72 Retaiter shall not sell Programming under any circumstances. All sales of Programming are transactions solely between EchoStar and DISH Netwotk Subscribers. Retailer shall promptly forward to EchoStar all orders for Programming in the manner prescribed by EchoStar from time to time. Retailer understands that EchoStar shall have the right, in its sole and absolute discretion and for any reason or no reason, to accept or reject, in whole or in part, all orders for Programming. Retaiter atso agrees that it shall not condition, tie or otherwise bundle any purchase of Programming with the purchase of other services or products oher than as specifically consented to in writing by EchoStar in advance, which consent may be withheld in EchoStar's sole and absolute discretion for any reason or no reason.

73 Retailer shall comply with all Business Reules, including without limitation all Business Rules which govern or are applicable to any Promotional Program in which Retailer participates Retailer shall disclose to each prospective DISH Network Subscriber the relcvant terms of the Promotiond Progrann in which the prospective DISH Network Subscriber is interested as well as any other terns as set forlh in any applieable Business Rule. Furbermore, Retailer shall take all actions and refrain from taking any action, as requested by EchoStar in connection with the marketing, advertisement, promotion and/or solicitation of orders for Programming and the sale of DISH DBS Sysiens, and Retailer shall cooperate by supplying EchoStar with information relating to those actions as EchoStar reasonably requests. Failure of Retater to adhere to any Business Rules may result in disciplimary action up to and including termination of this Agreement and/or any Other Agreement in the sole and absolute discration of EchoStar for any reason or no reason, and the exercise by EchoSlar of any other remedy provided in this Agrement, at law, in equity or otherwise.
7.4 Reailer hereby acknowledges and agrees that the relationship, contractual or otherwise, between EchoStar (and/or any of its Affiliates) and caels DISH Network Subseriber is, as between EchoStar and Retailer, for the sole and exclusive benefit of EchoStar and that EchoStar may conduct such relationship in any manner that it sees fit from time to time, in its sole and absolute discretion for any reason or no resson, wihout incurting any liability to Retailer. In furtherance (and without limitation) of the forcgoing, Retailer acknowledges and agrees that Retailer is not a third-party beneficiary of any agrecment that EchoStar or any of its Affliates may have with any DISH Network Subscriber, and that, under no circumstances, shall Retailer have any claim or cause of action against EchoStar or any Affiliate of EchoStar for any action taken (or not taken) by EchoStar and/or any of its Affiliates with regard to any DISH Network Subseriber. Retailer further acknowledges and agrees thal all records created or maintained by, or on behalf of, EchoStar relating to any DISH Network Subscriber are the sole and exclusive property of EchoStar and EchoStar shall not have any obligation whatsocver to give or allow Retailer access to such information, even if authorized or requested by such DISH Network. Subscriber The provisions of this Section 7.4 shatl survive expiration or termination of this Agreement (for any reason or no reason whatsoever) indefinitely.

8 TRADEMARK LICENSE AGREEMENI. Retailer shall sign the Trademark License Agreement, in the formattached as Exhibit A hereto, which agreement is hereby incorporated by reference in is entirely.

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## CONDUCT OF BUSINESS.

91 Compliance with Laws. Retailer shall not engage in any activity or business transaction which could be considered uncthical, as determined by EchoStar in accordance with prevailing business standards, or damaging to EchoStar's image or goodwils in any way. Retailer shall under no circumstances take any attion which could be considered disparaging to EchoStar Retailer shall comply with all applicable govermental statutes, laws, rules, regulations, ordinances, codes, directives and orders (whether federal, state, munitipal, or oherwise) and all amendments thereto, now cnacted or hereafter pronulgated (hercinafter "Laws"), and Retailer is solely responsible for its compliance with all Lews that apply to its obligations under this Agreernent.

92 Signal Theft. Retailer shall not directly or indirectly: (i) engage in any signal thef, pirary or similar activitics; (ii) engage in any unauthorized reception, transmission, publication, use, display or similar activities with respect to Programming: (iii) use a single DISH Network account for the purpose of authorizing Programming for muliple DISH DBS Systems that are not all located in the same Residential Location, Insitationa/Residential Locution, buk-billed MDU Property, Unit of a non-bulk-billed MDU Property, Guest Property or Commercial Location, as applicable based upon the type of Programming authorized for the televant DISH Network account, and connected to the same phone line (except in the case of a bulk-billed MDU Property); (iv) atfer any DISH DBS Systems or smurt cards or any other equipment compatible swith progranmming delivered by EchoStar or any of its Affliates to be capable of signal thef (or for any other reason without the express writen conscnt of EchoStar); (v) manufacture, import, offer to the public, sell, provide or otherwise traffic in any technology, product, service or device which is primarily designed or produced for the purpose of, or is marketed for use in, or has a limited commercially significat purpose other than, assisting in or facilitating signal thet or other piracy; or (vi) aid any others in engaging $\mathrm{in}_{\text {, }}$ or attempting to engage in, any of the above described activities. Retailer shall immediately notify EchoStar if it becomes awarc of any such activity by any person or entity. The provisions of this Section 9.2 shall survive expiration or termination of this Agreement (for any reason or no reason whatsocver) indefinitely.

## 93 Hardware and Programming Export and Sale Restrictions

93.1 In addition 10, and not in limitation of, the Territory restrictions contamed in this Agreement, Retailer hercby acknowledges that the US Department of State and/or the U.S. Deparment of Commerce may in the future assert jurisdiction over DISH DBS Systems, and hat DISH DBS Systerns, Promotional Certificates and Programming may not curcenty be sold outside of the Teritory. Retailer represents and warrants that it will not directly or indirecily arrange for or participate in the export or sale ofDISH DBS Systems, Promotional Certifcates or Programming, in whole or in part, outside of the Teritory, and agrees that it will take all reasonable and adequate steps to prevent the export or sale of DISH DBS Systems, Promotional Certificates and Programming outside of the Territory by others who purchase from Retailer and who might reasonably be expected to export or sell them outside the Territory

932 Retaijer acknowledges and understands that U.S. export laws relating to satellite receivers may change from time to time in the future. Retailer acknowledges and agrees that it is Retailer's sole responsibility to be and remain informed of all U.S. laws relating to the export of satelifte receivers outside of the U.S. EchoStar and its Affliates have absolutely no obligation to update Retailer regarding the status of US export laws or any other US. laws relating to the export of satellite receivers or any oher preducts outside of the U.S. Retailet represents and agrecs that prior to exporting any satellite receivers outside of the U.S. Retailer will investigate all applicable US. laws relating to the export of satellic receivers putside of the US. Reiailer is strictly prohibited from violating any US. law relating to the export of satellite receivers outside of the US Should Retailer export satellite receivers outside of the US in violation of this Agreemenr and/or U S. law, this Agrecment shall automatically terminate-
9.4 Bountv Programs. Retailer acknowledges that it is in the best interest of both Echostar and Retailer for DISH Network Subscribers to be long-term customers of EchoStar and/or its Aftilates Retailer acknowledges that chuming of DISH Network Subscribers is detrimental to EchoStar and negatively affects EchoStar's ability to offer Monthly Incentives and/or Additional Incentives. Reitiler achnowledges that for any Promotional Program to be viable. DISH Network Subseribers nust be long-term subseribers to DISH Nework. Therefore, Retailer agrecs that Retailer and its Affiliates will not directly or indirectly in any manner whatsoever operate, offer to any other person or entity, participate in, or assisi any other person or entiry to paricipate in, any promotion or program offered by any person or entity other than EchoStar or any of its Affilites (including without limitation Retailer or any of its Affiliates) which directiy or indircctily provides for the delivery of an economic incenlive or other benefit to Retailer, DISH Network Subscribers or any other person or entity in any form directy or indirectly in connection with the direct or indirect solicitation of customers of EchoStar or any other DBS provider or customers of any DTH salthite programming servite provider, for any purpose whatsotver (ineluding, without timitation, in connection with such person or entify directly or indirectly assisting in the process of atempling to cause a customer of EchoStar or any other DBS provider or a customer of any DIH progranming service provider to become a subscriber to any oher programming service provider). In addition to and without limitation of the foregoing, Retailer agrees that Retailer and its Amlates will not directly or indirtectly produce, place, display or use any advertising or marketing material that explicitly references DISH Network, EchoStar, an Affliate of EchoStar or DISH Networl: Subscribers and atienyts to persuade DISH Network Subscribers to cancel their EchoStar service and/or switch to a service oflered by any oher DBS provider, DTH progranming service provider or multi-channel video programming distributor ("MPVD"). Further, Retailer shall not convert, or direelly or indirectly assist any other person or entify who Retziler actually knew or reasonably should have known intended to conver, any DISH Network Subscriber to the services of any other DBS prowider, DTH programing service provider or MVPD. The provisions of this Section 9 A shall survive expiration or termination of this Agreement (for any reason or no reason whatsocver) indefimitely.

95 Subscriber Information. All consumers who dircetly or indircetly subscribe to, purchase, lease or otherwise receive and/or ocquire (i) Programming, (ii) any other services provided by EchoStar or any of its Affiliates, andor (iii) receive any other services incidental, connected or related to any of the foregoing services, and/or who directly or indirectly purchase, lease or otherwise oblain the hardware necessary to reccive any such Programming and/or any such other services ("DISII Network Subscribers") shall be deemed customers of EchoStar for all puposes relating to programming serices, including without limitation video, audio, data and interactive programming services, the other services provided by EchoStar or any of its Afrliates and any other services incidental, conncted or related to any of the foregoing services, ("Services") and the bardware necessary to receive any of such services ("Hardware"). Retailer acknowledges and agrees that the names, addresses and other identifying information of DISH Network Subscribers ("Subscriber Information") are, as between Retailer and EchoStar, with respect to the delivery of Services and the provision of Hardware, proprictary to EchoStar, and shall be treated with the highest degree of confidentiality by Retaiter Retailer shall no directy or indirectly: (a) make use of any list of past or current DISH Network Subscribers (whether developed by Retailer or obtained from EchoStar or amother source). (b) use any Subscriber information for the direct or indirect benefit of any individual or entity other than EchoSiar, (c) use any Subscriber Imformation for the purpose of soliciting, or permit any others to solicit, any person or entity to subscribe to any Services offered by anyone other than EchoStar and its Affiliates, or promote the sale, lease or other acquisition of any Hardware used in connection with servies offered by any one other than EchoStar and its Affliates, or (d) reveal any Subscriber Information to any third party for any reason without the express prior witten consent of EchoStar, which consent may be witheld by EchoStar in its sole and absolute discretion for any reason or no reason; provided, however, that nothing shall prohibit Retailer from urilizing its owa customer list (but not a discrete portion thereof identifying any DISH Network Subscribers) for its general business operations unrelated to the delivery of Services or the provision of Hardware. The provisions of this Section 9.5 shall survive expiration or termination of this Agreement (for any rcason or no reason whatsoever) indefinitely.

96 Remedies. Retailer agrees that ary breach of its obligations set forth in this Section 9 will cause substantial and ircparable harm and injury to EchoStar for which monetary damages alone would be an inadequate remedy, and which damages are difficult to accurately measure. Accordingly, Retaitcr agrees that EchoStar shall have the right, in addition to any other rights and remedies available to EchoStar at law, in equity, under contract or otherwise (all of which are hereby expressly reserved), to obtain immediate injunctive relief (without the necessity of posting or filing a bond or other securify) to restrain the threatened or actual violation hereof by Retailer, its employees, subcontractors or agents, as well as other equitable relief allowed by the federal and state courts. The provisions of this Section 96 shall survive expration or termination of this Agreement (for any Jeason or no reason whasoever) indefiniely.
9.7 Economic Benefits Derived Held in Trust. In the event that Retailer derives an economic benefin, in any form, from a violation of its obligations under this Section 9 , it is hereby agreed that such ceonomic bencit is the property of EchoStar and that Retailer shall deliver the cash value of the economic benefit to EchoStar immediately upon receipt of the economic benefit. It is further agreed that Retailer shall hold such economic benefit in trust for the bencfit of EchoStar until such time as is cash value is deliverad to EchoStar. The foregoing is agred to without prejudice to EchoStar to exercise any other rights and remedies it may have at law, in equity, under contract or otherwise (all of which are hereby expressly reserved), including without limitation, the right to terminate this Agrecment and seek damages or other legal or equitable relief. The provisions of this Section 97 shall survive expiration or tormination of this Agreement (for any reason or no reason) indefinitcly

98 Sales and Use Tax. Any transactions beaween Reaiter and consumers for the parchase of DISH DBS Systems, Promotional Certificates and/or related equipment are transactions entered into solely and exclusively between Retailer and the consumer. Aluough EchoStar may from time to time inceativize Retailer to offer consumers free or discounted DISH DBS Systems and related equipment, EchoStar docs not acquire or retain title (except in comection with certain lease-based Promotional Programs) in such DISH DBS Systems and related equipment Retailer, and not EchoStar, is solely responsible for Retailer's investigation of and compliance with all Laws coneerning sales and use taxes applicable to any equipment transactions between Reailer and consumers

## 10. TERM AND TERMINATION.

101 Term. This Agreement shall commence on the Effective Date and shall continue through December 31, 2006 the "Term"), unless earlier temmated by either pary in accordance with the terms and conditions of this Agreement. This Agreement is not autonatically rencwable, and neither party hereto shall be under any ubligation whatsoever to offer or to accept an agreement to nenew or replace this Agreement upon its expiration. RETAILER RECOGNIZES THAT THIS AGREEMENT MAY BE TERMINATED PRIOR TO THE EXPIRATION OF THE TERM AND THAT NO REPRESENTATIONS HAVE BEEN MADE TO RETAILER THAT RETAILER WLL REMAIN AN AUTHORHED REIAILER DURING THE ENTIRE TERM OR THAT THE AGREEMENT WILL. NOT BE TERMINATED PRIOR TO EXPIRATION OF THE TERM PURSUANT TO SECTIONS $102,10.3,10.4$ OR 10.5 BELOW

102 Termination by Either Party for Convenince Either pary may, in its sote and absolute discretion for my reason or no reason, terminate this Agreement for its convenience (without cause) by giving the other party no less than sixy ( 60 ) days prior written notice.

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103 Termination By Either Party Lpon Default. This Agreement may be terminated by a party (the "Affected Party"), If the other party (the "Other Party") has failed to cure (if curable) any Default (as defined below) with in twenty ( 30 ) days of roceipt of a writen notice of such Defaull from the Affected Party. For the purposes of this Agrecment a "Default" shall occur when: (i) the Other Party fails to pay anty amotm to the Affected Party or its Affiliates when due under this Agreement or any Other Agreement; or (ii) the Oher Paty fails to perform any obligation or breaches any represencation, warraty or covenant in this Agrement, any Other Agreement, or the Trademark License Agreement (Exhibit A) (regardless of whether breach or defaut of such obligation, representation, wartanty or covenant is design ated as giving rise to a termination right)
10.4 Automatic Termination. This Agreement shall terminate automatically should any of the following occur, undess EchoStar notitios Retailer to the contrary in writing at any time thereafter. (i) Retailer becomes insolvent, or voluntary or involuntary bankruptcy, insolvency or similar procecdings are instituted against Retailer; (ii) Retailer, for more than twenty ( 20 ) consecutive days, fails to maintain operations as a going business; (iii) Retailer, for more than twenty (20) consecutive days, ceases to continuously and actively market and promote DISH DBS Systems andfor Programming; (iv) Retailer, or any officer, director, substantial shareholder or principat of the Retailer is convicted in a court of competent jurisdiction of any criminal offenses greater than a Class C (or comparable) Misdemeanor; (v) Retailer fails to comply with any applicable federal, state or local law or regulation, or congages in any practice, substantialy related to the busimess conducted by Retailer in connection with this Agrement, which is determined to be an unfuir trade practice or other violation of any applicable federal, state or local law or regulation, including without limitation any violations of tolenarketing/do-not-call laws, spam laws, privacy laws, fair credit reporting laws or warranty laws; (vi) Retailer falsifies any records or reports required hereunder or under any Business Rule; (vii) Retailer fails to renew, or loses, due to suspension, cancellation or revocation, for a period of fifteen (15) days or more, any license, permit or similar document or authority required by law or by any governmental authority hawing jurisdiction, that is necessary in carrying out the provisions of this Agreement or to matntain its corporate or other business status in effect as of the Effective Date; (viii) Retailer directly or indirectly sells, leases or otherwise transfers possession of a DISH DBS System or Promotional Certificate to a person or entity whom Retailer knew or reasonably should have known: (a) was not an end-user and/or intended to resell it, lease it or otherwise transfer possession of it for use by another individual or entity, (b) intended to use it, or to allow others to use it, to view Residential Programming at a location other han a Residential Location or Institutional/Residential Location, (c) intended to use it, or to allow others to use it, to wiew Residential MDU Programming at a location other than a non-bulk-billed MDU Propery, (d) intended to use it, or to allow others to use it, in Canada, Mexito or at any other location outside of the Terriory, of (e) intended to authorize, or to allow others to authorize, Programming for it using a single DISH Netvork account that had or would have Programming authorized for multiple satellite receivers that are not all located in the same Residential Location, Institutional/Residental Location, bulk-billed MDU Property, Unit of a non-bulk-billed MDU Property, Guest Property or Commercial Location, as applicable based upon the type of Programming authorized for the relevant DISH Network account, and connected to the same phone line (except in the case of a bulk-billed MDU Property); (ix) Retailer makes, or attempts to make, any representation, promise or agreement on behalf of EchoStar; ( $x$ ) the Trademark License Agreement (Exhibit A hereco) or any Other Agreement expires or terminates for any reason; (xi) Retailer directly or indiretly uses a single DISH Network atcount for the purpose of authorizing Programming for multiple DISH DBS Systems that are not all located in the same Residential Location, InstitutionalResidential Location, bulk-billed MDU Property, Unit of a non-bulk-binled MDU Property, Guest Property or Comrnercial Location, as applicable based upon the type of Programming authorized for the relevant DISH Network account, and connected to the same phone line (except in the case of a bulk-billed MDU Property); (xii) any actual or alleged fraud, misrepresentation, or illegal action of any sort by Retailer in connection with this Agreement, the Trademark License Agreement, and/or any Other Agreement; (xii) Retailer Pre-Activates any DISH DBS System or directly or indircetly sells, leases or otherwise iransfers possession of a DISH DBS System to a person or entity who Retailer knew or reasonably should have known intended to Pre-Activate it; (xiv) Retailer directly or indirectly makes any payment to EchoStar for Programming services or otherwise on behalf of any retall enduser of any DISH DBS System; ( $x$ ) the churn rate experienced by EchoStar for DISA Network Subscribers activated through Retailer is equal to or geater thath $125 \%$ of the chum rate experienced by EchoStar with respect to DISH Network subscribers generally during any consecutive threcmonth period; (xvi) Retailer is in breach or defaul of its obligations under Sections 3.6, 3.7, 3.8, 3.9, 610, 6.14, 9.1, 9.2,9.3, 9.4, $9.5,9.8$ or 14; (xvii) Retailer indefinitcly ccases to actively market and promote DISH DBS Systems and/or Programming, as determined in EchoStar's sole and absolute discretion for any reason or no reason; (xviii) Retailer fraudulently receives, or attempts to receive, an Incentive or other payment to which it is not entited under this Agrecment or any Other Agreement, including without limitation by misrepresenting any information concerning a prior DISH Network Subscriber to make that person or entity appear to be a new DISH Network Subscriber or creating a fictitious or frouduent customer account; or (xix) Retailer fails to activate the applicable minimum number of new subscribers set forth in any applicable Business Rules

105 Expiration or To mination of Agreement. The partics hereto agree that if this Agreement expires or terninates for any reason; (i) Retailer shall immedialely discontime the marketing, promotion and solicitation of orders for Programmings. and immediately cease to represent andior iraply to any person or entity that Retailer is an Authonzed Retailer of EchoStar; (ii) Retailer shall immediately discontinue all use of the trademaths associated of included in any way whatsoever with the Programming, incheding, without limitation, DISH; (iii) Retailer shall deliver to EchoStar, or destroy, at EchoStar's option, all tangible things of every kind (excluding DISH DBS Systems) in Retailcr's posscssion or control that bear any of the trademarks: (iv) Retailer shall upon request by EchoStar, certify in writing to EchoStar that such delivery or destruction has taken place; and (v) Retahier stall pay all sums due EchoStar under this Agreement und any Other Agreement within thinty (30) days of the date of termination. EchoStar acknowledges and agrees that, following the expiration or termination of this Agrecment for any reason or no reason, Retailer may choose to sell products, programming and other scrvices that compete with EchoStar products, programming and oher services and that EchoStar cannol require

Retailer to continue as an Authorized Retaiter. Retailer acknowledges and agrees that it cannot require EchoStar to allow Retailer to renain an Authorized Retailer regardless of whether or not any other retailer is allowed to remain an Authorized Retailer
11. INDEPENDENT CONIRACTOR. The relationship of the parties hereto is that of independent contractors. Retailet shal conduct its business as an independeat contractor, and atl persons employed in the conduct of such business shatl be Retailer's employecs only, and not employees or agents of EchoStar or its Affiliates. Rctailer shall prominently state its business name, address and phone number in all conmunications with the public, including, without limitation, marketing materials, nyers, print ads, television or radio spots, web sites, e-rnails, invoices, sales slips, and the like. Notwithstanding anything in this Agreement to the contrary, Retailer (including without limitation its officers, directors, permithed subcontractors, permitted agents and cmployees) shall not, under any circumstances, hold itself out to the public or represent that is is an agent, employee, subcontractor or Affiliate of EchoStar or any EchoStar Affiliate. In furtherance of (and without limiting) the foregoing, in no event shall Retailer use EchoStar's name or the name of any EchoStar Affiliate in any manner which would tend to imply that Retailer is an Affiliate of EchoStar or that Retailer is an agent, subcontractar or employce of EchoStar or one of its Afiliates or that Retailer is acting or is authorized to act on behalf of EchoStar or one of its Aftilites. This Agreement does not constitute any joint venture or parmership. It is further tanderstood and agreed that Retaler has no right or authority to make any representation, promise or agreement or take any action on behalf of EchoStar or an EchoStar Affliate
12. LIMITATION OF LIABILITY. The provisions of this Section 12 shall survive expiration or termination of this Agreement (for any reason or no reason whatsoever) indefinitely
12.1 UPON TERMINATHON OF THIS AGREEMENT FOR ANY REASON OR NO REASON WHATSOEVER, ECHOSTAR AND ITS AFFILIATES SHALL HAVE NO LiABILITY OR OBLIGATION TO RETALER WHATSOEVER AND retailer shall have no right to require echostar. to contmue to allow retailer to act as an AUTHORIZED RETAILER TO SOLICT ORDERS FOR PROGRAMMING ON BEHALF OF ECHOSTAR. RETAILER AGREES THAT IN THE EVENT OF TERMINATION OF THIS AGREEMENT FOR ANY REASON OR NO REASON, NO AMOUNTS SPENT IN FULFILLMENT WILL BE RECOVERABLE FROM ECHOSTAR OR ANY OF ITS AFFHLATES BY RETAILER
12.2 IN NO EVENT SHALL PROJECTIONS OR FORECASTS MADE BY ECHOSTAR BE BINDING AS COMMITMENTS OR PROMISES. IN NO EVENT SHALL ECHOSTAR OR ANY AFFILIATE OF ECHOSTAR BE LIABLE FOR ANY EXEMPLARY, SPECIAL, INCIDENTAL OR CONSEQUENTIAL DAMAGES TO RETAILER (WHETHER FORESEEABIE OR NOT), INCLUDING WITHOUT LIMITATION ANY PAYMENT FOR LOST BUSINESS, FUTURE PROFITS, LOSS OF GOODWILL, REIMBURSEMENT FOR EXPENDITURES OR INVESTMENTS MADE OR COMMITMENTS ENTERED INTO, CREATION OF CLIENTELE, ADVERTISING COSTS, TERMINATION OF EMPLOYEES OR EMPLOYEES' SAIARIES, OVERHEAD OR FACILITIES INCURRED OR ACQUIRED BASED UPON THE BUSINESS DERIVED OR ANTICIPATED GNDER THIS AGREEMENT, OR CLAIMS UNDER DEALER TERMINATION, PROTECTION, NON-RENEWAL OR SIMILAR LAWS, FOR ANY CAUSE WHATSOEVER WHETHER OR NOT CAUSED BY NEGLIGENCE, GROSS NEGLIGENCE OR WILLFUL MISCONDUCT.
13. INDEMNIFICATION. Retailer shall indemnify, defend and hold EchoStar and its Affilites, and its and their respective officers, directors, employers, agents and sharcholders, and its and their respective assigns, heirs, successors and legal representatives (collectively the "Echostar Group") harmless from and against, any and all costs, losses, hiabilities, damages, lawsuits, judgments, claims, artions, penalties, fines and expenses (including, without linitation, intercst, penalties, reasonable attomey fees and all monies paid in the investigation, defense or sertlement of any or all of the foregoing) ("Claims"), that arise out of, or are incurred in connection with: (i) Retailer's performance or failure of performance under this Agrement, the Trademark Liccnse Agrement and/or any Other Agreement, and any direct or indirect results thereol, including but not limited to Retailer's sale and/or installation of DISH DBS Systems or Promotional Centificates: (ii) Retailer's lawful or unlawful acts or omissions (or those of any of Retailer's employees whether or not such acts are within the scope of employment or authority of such employees) relating to the sale, leasing, transfer of possession, marketing, advertisement, promotion andior solicitation of orders for Programming. Promotional Certificates and/or DISH DBS Systems and/or any other products or services of EchaStar or any of its Amiliates; (iii) the frilure of Retailer to comply with any provision of this Agreement or any Business Rulc; (iv) the brcach of any of Retailer's representations or warranties contained herein: (v) all purchases, contracts, debts and/or obligations made by Retailer; (vi) the fallure of Retailer to comply with, or any actual or alleged violation of, any applicable laws, stause, ordinance, governmental administrative order, fule or regulation; (vii) any claim brought by Retailers employecs, subcontrattors and/or agents for compensation and/or damages arising out of the expiration or termination of this Agreement; (vii) any claim of pirating, infringement or imitation of the logos trademarks or service marks of programming providers (except with respect to any markecing materiais supplied to Retaifcr by EchoStar); (ix) any installation and/or after-sale serviees performed by Retailer, or any of its subcontractors, employees or agents; (x) Retailer's, of any of its subcontractors, agents or employecs failure to comply with any performance standard; (xi) a DISH Network Subscriber's dissatisfaction with any aspect of the installation and/or aftersale services performed by he Retailer, of any of its subcontractors, cmployces or agents; (xii) the termination, disturbance, interruption or other interfernce with the service provided by any public utitity or damage to the equipment of any public utility caused dircedy or indirectly by Retailer, or any of its subcontractors, employecs or agents; (xiii) Retailcr dircetly or indircetly selling, leasing or otherwise transferring possession of a DISH DBS System or Promotional Certificaie to any person or entity whom Retailer knew or reasonably should have known: (a) was not an end-user and/or intended to resell it, lease it or otherwise transfer possession of it for use by another
individual or cntity; (b) intended to use it, or to allow others to use it, to (1) view Residential Programming at a location other than a Residential Location or Institutiona/Residential location, or (2) view Residential MDU Programuning at a location other than a non-bull-billed MDU Property; (c) intended to use it, or to allow ohers to use it, in Canada, Mexico or al any other location outide of the Teritory; or (d) intended to authorize, or to allow others to authorize, Proyramming for it using a single DISH Network account that has or would have Programming authorized for multiple satellite receivers that are not all located in the same Residential Location, Institutionalikesidential Location, bulk-billed MDU Property, Unit of a non-bulk-billed MDU Property, Guest Property or Commercial Location, as applicable bascd upon the type of Programming authorized for the relevant DISH Network account, and comected to the same phone line (except in the case of a bulk-billed MDU Proporty); and/or (xiv) Retailer directly or indirectly using a single DISH Network account for the purpose of authorizing Programming for multiple DISH DBS Systerns that are not all located in the same Residential Location, Institutional/Residential Location, bulk-billed MDU Property, Unit of a non-bulk-billed MDU Property, Guest Propesty or Commercial Location, as applicable based upon the type of Programming suthorized for the relevant DISH Network account, and connected to the same phone line (except in the casc of a bulk-billed MDU Propery) In the event of any clam for indemnification by the EchnStar Group under this Section 13, the EchoStar Group shall be entited to representation by counsel of its own choosing, at Retailer's sole cost and expense. The EchoStar Group shall have the right to the exclusive conduct of all negotiations, litigation, settlements and other proceedings arising from any such claim and Retailer sball, at its own cost and expense, render all assistance requested by EchoStur in connection with any such negotiation, itigution, settlement or other procecding. Each indemnity obligation herein shall be in addition to and not in limitation of any other indemnity obligation set forth herein. The provisions of this Section 13 shall survive expiration or termination of this Agreement (for any reason or no reason whatsoever) indefintely.
14. CONFIDENTALITY. Retaiter and its employees will mainain, in conidence, the terns and provisions of this Agrecment, the terms and provisions of any and all Business Rules and Promotional Programs, as well as all data, summaries, reports, communications or information of all kinds, whether oral or uritten, atquited, devised or developed in any manner from EchoStar"s personnel or files, or as a dircet or indirect result of Retailer's actions or performance under this Agreement, including without limitation nompublic personal infornation of DISH Network Subscribers ("Confidential Information") and Retailer represents that it has not and will not reveal the same to any persons not employed by Retaiter, except: (i) at the written direction of EchoStar; (ii) to the extent necessary to comply with applicable law, the valid order of a court of competent jurisdiction or the valid order or requirement of a governmental agency or any successor agency thereto, in which event Retailer shall notify EchoStar of the information in edvante, prior to making any disclosure, and shall seck confidential treatment of such information; (iii) as part of its normal reporting or review procedure to its parent company, its auditors and its atomeys, provided such parent company, wuditots and atomeys agree to be bound by the provisions of this paragraph; or (iv) to the extent necessary to permit the performance of obligations under this Agreement. Retailer shall rot issue in independent press release with respect to this Agreenent or the transactions comemplated hereby withoul the prior written consent of EchoStar, which consent may be withheld in EchoStar's sole and absolute discretion for any reason or no reason. Upon expiration or termination of this Agrement for any reason or no reason whatsoever, Retailer shall retum all copies of all Confidential Information or at EchoStar's request destroy all such Confidential Information, and immediately certify in writing to EchoStar that such delivery or destruction has taken place. Retailer agrees that any breach of its obligations set forth in this Section 14 will cause substantial and irreparable harm and injury to EchoSiar for which monetary damages alone would be an inadequate remedy, and which damages are diffecult to accuraiely measure Accordingly, Retailer agres that EchoStar shall have the right, in addition to any other rights and remedies available to EchoStar al law, in equity, under contract or otherwise (all of which are hereby expressly reserved), to obtain immediate injunctive rclicf (without the necessity of posting or fling a bond or other security) to restrain the threatened or actual violation hereof by Retailer, its employecs or agents, as well as other equitable relief allowed by the federal and state courts The provisions of this Section 14 shall survive expiration or femination of this Agreement (for any reason or no reason whatsocver) indefinitely

## 15 DISPUTE RESOLUTION

Retailer acknowledges that EchoStar deals with thousands of Retailers and that hundreds of thousands of Incentive paynents are made annually Retailer acknowledges that any delay in notifying Echostar of any alleged shortage or non-payment, allegedly incorrect chargeback, or any oher alleged claim that may result in EchoStar's hability to Retailer for damages or injunctive relief may impede EchoStar's ability to fully and timely investigate any such claim by Retailer. Retailer agrees that it is in each party's best interest to give EchoStar control over clams that have to be investigated and to allow EchoStar to investigate any such claim at the earliest possible moment as well as maintain an orderly method for handing Retailer claims. Accordingly, Retailer agrees to imnediately inspect and rewiew the statements described in Section 6.44 to determinc any claims or disputes that Retailer belicyes exist and, in the cvent of any claim or dispute, to follow the procedures set forth below. Retailer also agrees to follow the below chaims procedures for all claims that may result in EchoStar's liability to Retailer for damages or injunctive relief.
15.1 Chims for Breach or Default TN THE EVENT OF AN OCCURRENCE THAT RENDERS, OR MIGHT RENDER, ECHOSTAR LIABLE TO RETAILER FOR ANY DAMAGES OR MNUNCTIVE RELIEF AS A RESULT OF ANY alleged breach or default of this agreement or any other agreement, retailer shall give WRITIEN NOTICE OF SUCH OCCURRENCE AS SOON AS PRACTICABLE TO ECHOSTAR (A "NOTICE OF CLAIM") IN NO EVENT SHALL ANY NOTICE OF CL AIM BE PROVIDED LATER THAN NTNETY (90) DAYS AFTER THE DATE OF THE RELEVANT OCCURRENCE, OR THE SHORTEST PERIOD PERMITTED UNDER APPLICABLE LAW (IN THE EVENT THAT SUCH PERIOD IS IN EXCESS OF THE APPLICABLE PERIOD SET FORTH ABOVE) THE NOTICE OF CLAM SHALL STATE:
(I) THE DATE TIME AND NATURE OF THE OCCURRENCE; (I) THE TOTAL AMOUNT CLAIMED BY RETAILER, IF ANY, IN CONNECTION WITH SUCH OCCURRENCE AND THE BASIS FOR ANY AMOUNT CL AIMED, AND (III) IDENTIFICA TION OF ALL DOCUMENTS AND OTHER INFORMATION IN RETAILER'S CONTROL OR POSSESSION RELATING IO SUCH occurrence retailer may submit a notice of clalm concerning incentive payments through ECHOSTAR'S RETALLER WEBSITE (htp:/frtailer chostarcom) IN ACCORDANCE WITH APPLICABLE BUSINESS RULES retailer may submit a notice of clam concerning all other claims via electronic mail to executiveresolution@echostarcom WITH THE SUBTECT LINE "NOTICE OF CLAMM" AFTER SUBMITIDNG A NOTICE OF CLAIM, RETAILER SHALL PROVIDE ECHOSTAR WHH ANY AND ALL ADDIDIONAI INFORMATION REQUESTED BY ECHOSTAR WITHIN THIRTY (30) DAYS AFTER RECEIPT OF ECHOSTAR'S REQUEST. ECHOSTAR SHALL BE ENTITIED TO HAVE ACCESS TO RETALLER'S BOOKS AND RECORDS DURING ITS INVESTIGATION OF RETALER'S CLAIM FAILURE TO STRICTLY COMPLY WITH THE PROVISIONS OF THIS SECTION 15.1 WITH RESPECT TO A PARTICULAR OCCURRENCE THAT RENDERS, OR MIGHT RENDER, ECHOSTAR IN BREACH OR DEFAULT OF THIS AGREEMENT AND LIABLE TO RETAILER FOR DAMAGES OR NILNCTIVE RELIEF, SHALL CONSTITUTE A WAIVER BY RETAILER WITH RESPECT TO THE RELEVANT OCCURRENCE, NCLUDNG ANY DAMAGES RELATED THERETO
15.2 Mediation. The parties agree to submit any and all disputes, controversies or claims not othervise barred or resolved under Section 151 or exempted under Section 15.4, which may arise between Retailer and/or any of its Affiliates, on the one hand, and EchoStar andor any of its Affilites, on the other hand, including but not limited to any and all disputes, controversies, and clants arising in conmection with this Agrement including, whour limitation, alt disputes, contoversies or claims related to: (i) the execution and delivery of this Agreement (whether via signature or electronic acceptance); (ii) the interpretation of this Agreement; (iii) a party's performance or failure to perform hereunder; (iv) the termination of this Agreement; and (v) any rights Retailer may have under dealer termination or non-renewal laws (collectively "Disputes"), to mandatory mon-bindiag mediation (the "Medintion") in front of a single mediator. Either party may initiate mediation by giving writen notice to the other party describing the Dispute (a "Notice of Mediation) The Notice of Mediation shall include (a) a statmeni of the initiating party's position and a summary of arguments supporting that position, and (b) the rame and tille of she executive who will represent that party and of aty oiner persons who will accompany the executive. The Mediation shall take place in the City and County of Denver, Colorado at a mutually agreeable time and location before a mediator chosen by mutual agreement of the parties. In the event that either party fails to negotiate the selection of a mediator in good faith or unreasonably witholds its approval of a mediator, such party shall be deemed to have waived its right to select the mediator by mutual agreement of the parties and shall be required to participate in the mediation with the mediator chosen by the other party. Ench party shall participate through a representative with full setument athority and shall bear its own costs and expenses and one-half of the costs and expenses of the mediator Any such Mediation must be concluded within sixty ( 60 ) days of the Notice of Mediation. Nothing contained hercin (excluding the provisions of Section 3.10, which shall apply in full force and effect) shall limit or restrice the rights of either party andor its Affiliates to file a Notice of Arbitration and/or bring a request for infunctive relief against the other party and/or its Ampities for volations of Sections $3.2,3.6,3.7,3.8,5,610,7.2,73,91,9.9,9.3,94,95,9.7,9.8,11$ and 14 or any provisions of any Other Agreement In the event that a party (the Non-Mediating Party") fails to: (1) pay onc-half of the cosis and expenses of the mediator to the mediator when due; or (2) otherwise refuses or fails to partietpate in or attend a mediation that has been properly initiated pursuant to this Scction 15, then: (A) the Non-Mediating Party agrees that the other party (the "Mediating Party") shall have the right to obtain immediate relief in the form of speeific perfommen from a court located in the State of Colorado, as delineated in Scetion 155 below; and ( $B$ ) the Mediating Party shall have the option, exercisable upon written notice to the Non-Medinting Party, to have the underlying dispute, controversy or claim resolved solely and exclusively before a court located in Colorado, as delineated in Section 155 below. In the event that the Mediating Party elects to tesolve the underying dispute, contruversy or elaim in court pursuant to clause ( $B$ ) above, the Parties agree that the Non-Mediating Party shall be deemed to have waived its right to purste any afirmative clams or counterchams in such court proceeding as fully participating in a mediation pursuant to this Section 152 is a condition precedent to recovery

153 Arhitration Except as set forth to the contrary in this Section 153 and in Section 154 below, any and all disputes, controversies or claims between Retailer and/or any of its Affiates, on the one hand, and EchoStar andior any of its Affiliates, on the other hand, including without limitation any and all disputes, controversies or clams arising out of or in eonnection with this Agreement, including but not limited to the validity of this Section 15 , the circumstances concerning the execution and delivery of this Agrement (wheher via signature or electronic acceptance), and allegations of frad in the induccment, or which relate to the parties' telationship with cach other or cither party's compliance with any state or federal haw, which are not setaled through negotiation, the claim process above, or the mediation process set forth above, shall be resolved solely and exelusively by binding arbitration in accordance with both the substantive and procedural laws of Title 9 of the US. Code ("Federal Arbitration Act") and the Commercial Arbitation Rules of the American Arbitration Association, In the cvent of any conftet between the Federal Arbitration Act and the Commercial Arbitration Rules of the American Arbitration Association, the Federai Arbitration Act will control. In consideration of EchoSiar entering into this Agreement with Retatler, Retailer agrees that it will not serve as a class representative in any class action lawsutt brought by any person or legal entity concoming this A grecment in any respect. The Arbitration must be initiated within ninety (90) days from the final day of mediation, or one hundred and fifty (150) days from the Notice of Mediation in the event Mediation is not concluded within sixty ( 60 ) days of the Notice of Mediation, and shall be initiated by written notice from the initiating party to the other party stating the initiating party's intent to inftiate arbitration ("Notice of Arbitation") The Arbitralion shall be conducted in the City and County of Denver, Colorado by a panel of thre arbitrators who shall be selected as follows: (i) one arbitrator shall be selected by the
chatmant(s) within thirty (30) days of sending the Notice of Arbitration; (ii) one arbirator shall be selected by the respondent(s) within thiry (30) days of the claimant(s) notifying respondent of the identity of chaimant's arbitrator; and (iii) the third arbitrator shall be selected by the arbitrators chosen by the claimant(s) and the respendent(s) within thirty (30) days of the appointment of the respondent(s)' arbitrator. In the cevent that either party fails to timely select an arbitrator pursuant to this Section 15.3 , such party shall be decmed to bave waived its right to a thesemember arbitration pancl and shall be required to participate in the abitral proceedings with the one arbitrator selected by the other party. The parties hereby agree that the abitration panel selected pursuant to this Agreement is not authorized to: (a) conduct "class arbitration" in any form; and/or (b) arbitrate any dispute on a representative basis in any form. The parties hereby agree that the arbitration panel has the authority to entertain and rule upon dispositive motions, including but not limited to, default judgments as govemed by Rule 55 of the Federal Rules of Civil Procedure, motions for summary judgment as governed by Rule 56 of the Fedcral Rules of Civil Procedure and motions 10 dismiss as governed by Rule 12 of the Federal Rules of Civil Procedure The decision of the arbitrators shall be final and binding on the paries and any award of the arbitrators may be entered and enforced as a final judgment in any state or federal court of competent jurisdiction in the United States The parries agree that, in no event, shall the arbitrators' decision include a recovery under any theory of liability, or award in any amount, not expressly allowed under this Agreement, any Promotional Program or applicable Business Rutes in furtherance and withost limitation of the foregoing, any award made by the arbitrators shall be within the limitations set forth in Section 12. The parties further agree that the arbitration panel sclected pursuant to this Agreement may not award damages, injunctive felicf or any other remedy to atay person or legal eality who is not present at the arbitration or who does not submit proof of any alleged damages at the arbitration. The cost of any arbitration hereunder, inchiding without limitation the cost of the record or transeripts thercof, if any, administrative fees, and all other fees involved, shall be paid by the parry(ies) determined by the arbitrators to not be the prevailing party(ies), or otherwise allocated in an equitable manner as determined by the arbitators. NEITHER PARTY HERETO NOR ITS AFFILLATES MAY BRING ANY DEMAND FOR ARBITRATION AGAINSI THE OTHER PARTY AND/OR ITS AFFILIATES IF IT AND/OR ITS AFFLLIATES HAVE FAILED TO FULLY COMPLY WITH THE PROCEDURES SET FORTH IN SECTIONS 15.1 AND 152; provided, however, that nothing contained herein (exeluding the provisions of Section 3 10, which shall apply in full force and effect) shall limit or restrict the rights of either party and/or its Affilates to fite a Notice of Arbitration and/or bring a request for injunctive relief against the other party andor its Affiliates for violations of Sections $32,36,3.7,38,5,6.10,72,73,9.1,92,93,94,95,9.7,9.8,11$ and 14 or any provisions of any Other Agreement. [n the cvent that a party (the "Non-Participating Party") fails to: (1) pay any amount to the American Arbitration Association when due; or (2) otherwise refuses or fails to participate in or attend an arbitration that has been properly initated pursuant to this Section 15 , then: (A) the Non-Participating Party agrecs that the other pary (the "Participating Party") shall have the right to oblain immediate relief in the form of specifie performance from the arbieration panel or a court located in the Stase of Colorado, as delincated in Section 15.5 below; and (B) the Participating Party shall have the option, exercisable upon written notice to the Non-Participating Party, to have the underlying dispute, controversy or claim resolved solely and exclusively before a court located in Colorado, as delineated in Section 155 below. In the event that the Participating Party elects to resolve the underfying dispute, controversy or clain in court pursuant to clause ( $B$ ) above, the Parties agree that the Non-Participating Party shall be deemed to bave waived its right to pursue any affrmative claims or counterclaims in such court proceeding as fully participating in an arbitrution pursuant to this Section 153 is a condtion precedent to recovery
15.4 Excentions. Notwithstanding the foregoing, the request by cither party for prcliminary or permanent injunctive relicf, whether prohibitive or mandatory, shall not be subject to mediation or arbitration and may be adjudicated solely and exclusively in the United States District Court for the District of Colorado or in the appropriate state court of competent jurisdiction located in Arapahoe County, Colorado pursuant to Section 15.5 below; provided, however, that nothing contained herein (excluding the provisions of Section 3.10, which shall apply in full force and effect) shall limit or restrict the righs of either party andor its Affiliates to fle a Notice of Arbitration andor bring a request for injunctive reliff against the other party and/or its Affiliates for violations of Sections 32, 36, 3.7, $38,5,610,72,73,91,92,93,94,95,97,98,11$ and 14 or any provisions of any Other Agreement
15.5 Choice of Law: Exclusive Jurisdiction. The relationship berween the parties and their present and future Affiliates, including without limitation all disputes. controversies or claims, whether arising in contract, tort, or under statute, shall be govemed by and construed in accordance with the laws of the State of Colorado, applicable to contracts to be made and performed entirely within the State of Colorado by residents of the State of Colorado, without giving any effect to its conflict of law provisions. In the event a lavsuir is brought for injunetive relic f pursuant to Sections 152,153 , or 154 above or as permitted in elause (B) of Section 152 or clause (B) of Section 153 , such lawsuit shall be litigated sotely and exclusively before the United States District Court for the District of Colorado. The parties and their prescmt and future Affiliates consent to the in personam jurtsdiction of the United States District Court for the Disirict of Colorado and the appropriate State Cour located in Arapahoe County, State of Colorado for the putposes set fortin in this Section 15 and waive, fully and completely, any right to dismiss andior transfer any action pursuant to Title 28 U.S.C. Sections 1404 or 1406 (or any successor statute) In the event the United States District Court for the District of Coloracio does not have subject matter jurisdiction over any such matter, then such matter shall be litigated solely and exclusively before the appropriate state coutt of competent jurisdiction located in Arapahoe County, State of Colorado.

156 Survinal. The provisions of this Section 15 shall survive expiration or termination of this Agreement (for any reason or no reason whatsoever) indefinitcly.

## INSURANCE

16. Retailer shall, at its sole cost and expense, proctre and maintain throughout the Tem of this Agrement the following insurance coverages:
16.1.1 Workers' Compensation or similar employee beneft act coverage with statutory limits as prescribed by the laws of all stales in which Retailer conducts business operations in connection with this Agrement and Employers' Liability coverage with limits and a deductible that are reasonable and adequate for businesses involved in the sale, installation, service and repair of consumer electronics
16.1.2 Commercial General Liability coverage including, without limitation, coverage for Premises/Operations, Product/Completed Operations, Blanket Contractual Liability, Independent Contractors, Broad Form Property Damage, and Personal/Advertising hjury with limits and a deductible that are reasonable and adequate for businesses involved in the sule, instatiotion, service and repair of consumer electronics
16.13 Cammercial Automubile Liability coverage which includes coverage for all owned, hired, und non-owned vehicles with limits and a deductible that are reasonable and adequate for businesses involved in the sale, installation, service and repair of consumer electronics

162 All such policies and coverages shall: (i) be primary and non-contributory, and issued by insurers licensed to do business in all states in which Retatler conducts business operations in connection with this Agrecment; (ii) be endorsed to provide EchoStar at least thinty (30) days prior notification of canceliation or material change in coverage; (iii) name EchoStar as an additional insured; and (iv) be endorsed to provide Echostar with written notice of Retailer's failure to renew any coverage not later than the anniversary date for each coverage. All such insurance shall be evidenced by a certificate of insurance acceptable to EchoStar, which shall be provided to EehoStar upon request.

163 All insurance policies required by this Section 16 (except Workers' Compensation) silall designate EchoStar, DNSLLC, their Affilites, and their respective directors, officers, and cmployces (all bereinafter referted to in this clause as "Company") as additional insureds. All such insurance policies shall be required to respond to any claim and pay any such claim prior to any other insurance or self-insurance which may be available. Any other coverage available to Company shall apply on an execss basis. Retailer understands and agrees that EchoStar, DNSLLC and their Afiliaies and their respective directors, offeers and employees are third party beneficiaries of Retaler's obligations under this Section 16 No deductible amount on any insurance policy required by this Section 16 shall exceed ten percent ( $10 \%$ ) of the coverage amount of the policy

## 17. MISCELIANEOLS

171 Waiver. Except as otherwise expressly set forth to the contrary hercin, the failure of any party to insist upon strict performance of any provision of this Agrement shall not be construed as a waver of any subsequent breach of the same of similar nature. In addition to and without limitation of the foregoing, the failure of EchoStar or any of its Affliates to insist upon strict performance of any provision of any agrecment among EchoStar andor any of its Affiliates on the one hand and another Retailer on the other hand, shall not be construed as a waver of EchoStars right to insist upon strict performance of each and every representation, warranty, covenant, duty and obligation of Retailer bercunder. In addition to and without limitation of the forgoing, the election of certain remedies by EchoStar or any of its Afthiates with respect to the breach of defaut by another retailer of any agreement anong EchoStar and/or any of its Afiliates on the one hand and the other retailer on the other hand shall not be deemed to prejudice any rights and remedies that EchoStar may have at law, in equity, under contract or othenwise with respect to a similar or different breach or defalt heremoder by Realaler (all of which are hereby expressly reserved).

172 Successor Interests: No Assignment by Retailery Third Party Bendeliaries. This Apreement is binding upon the heirs, legal representatives, sucecssors and permited nssigns of EchoStar and Retailer. In addition to, and not in fimitation of, the prohibition against assignment of payments set forth in Section 6,14 above, neither party shall assign this Agreement without the prior written consent of the other party, except that EchoStar may assign this Agrement to an Affiliate in whole or in part at any time withoul the consent of Rerailer. Because this Agrecment is node by EchoStar in reliance on the fimancial, business and personal reputation of Retaler and its ownership and management, any merger, rorganization (including without limitation any change of form of entity, for example changing from a corporation to an $1 L C$ ) or consolidation of Retailer shall be deemed an assignment requiring EchoStar's consent hereunder and if any person not a substantial stockholder of Retailer (someone with less than a $25 \%$ interest) as of the Eflective Date subsequently becomes a substantial stocthoider of Retailer (equal to, or greter than a $25 \%$ interest), that shall be considered an assignment requining Echostar's consent hereunder. The provisions of this Agreement are for the exclusive bencfit of the parties hereto, EchoStar's Aftiliates and their heirs, legal representarives, successors and permitted assigns, and nothing in this Agrecment, express or implied, is intended, or shall be deemed or construed, to confer upon any thind party (other than as expressly set forth for Aftiliates of EchoStar) any rights, bencfits, dutics, obligations, remedies or interests of any nature or bind whatsonver under or by reason of this Agremment.
17.3 Construction and Interpretation. Retailer and EchoStar hereby represent, warrant, acknowledge and agree that the normal rule of construction to the effect that any ambiguities are to be resolved against the dratting party shall not be employed in the interpretation of this Agrement or the Business Rutes, including any amendments hercto or thereto. This Agrement may be executed in two or more counterparts, each of which shall be deemed an original, but all of which together shall constitute one and the same instrument
17.4 Severability. The parties agree that each provision of this Agreement shall be construed as separable and divisible from every other provision and that the enforceability of any one provision shall not limit the enforceability, in whole or in part, of any other provision hereof if any one or more of the provisions contained herein, or the application thereof to any person, entity, or circumstance, for any reason are held to be invalid, illegal, or uncnforcetble in any respect, then such provision(s) shall be enforced to the maximum extent permissible, and the remaining provisions of this Agreement shall be maffected thereby and will remain in full force and effect

175 Entire Agreement. This Agreement and the Business Rules constiate the entire agreement between the parties with respect to the subject matter of this Agreement. Except as otherwise expressly provided herein, no party siall be bound by any communications between then on the subject mater of this Agreentent, unless the communication is: (i) in writing; (i) bears a date contemporaneous with or subsequent to the date of this Agrement; and (iii) is signed by ali parties to this Agrement On the date this Agrcement becomes effective as provided herein, all prior agreements (except as set forth to the contrary in Section 3.10 and with further exception of the Business Rules and Other Agreements (inchuding without limitation any previous "Exclusive Bounty Hunter Agreements") or understandings between the parties shall be null and void. The parties specincally acknowledge there are no unwritten side agreements or oral agreerments benween the parties which alter, amend, modify or supplenent this Agreement in addition to any provisions of this Agreement that expressly survive termination or expiration, any provision of this Agreenent that logically would be expected to survive termination or expiration, shall survive for a reasonable time period under the circurnstances
17.6 Compliance with Law. Retailer bereby agrees to comply with, and hercby agrees that this Agreement is subject to, all applicable federal, state, and local laws, rules and regulations, and all amendments thereto, now enacted or hereafter promulgated in force during the term of this Agrecment
17.7 Force Maieure. Notwithstanding anything to the contrary in this Agreement, neither party shall be liable to the other for failure to fulfill its obligations hercunder if such fallure is caused by or arises out of an act of force majeure including acts of God, war, riol, natural disaster, technical failure (including the failure of all or part of any communications satellite or ransponders on which the Programming is delivered to DISH Network Subscribers, or of related uplinking or other equipment) or any other reason beyond the reasonable control of the paty whose pefformance is prevented during the period of such occurrence

178 Remedies Cumulative It is ageed that the rights and remedies hercin provided to EchoStar in case of default or brach by Retailer of this Agreement are cumulative and without prejudice to any other rights and remedies that Echostar may have by reason of such defuult or breach by Retailer at law, in equity, under contract or oherwise (all of which are hereby expressly reserved).

179 Records and Aulit Rights. During the Term of this Agreement and for a period of three (3) years thereafer, Retailer shatl keep and maintain at its principal place of business complete and accurate records and books of account, as well as all documentation of all material processes and procedures, in connection with: (i) its performance under this Agreement, the Trademark License Agrecment and any Other Agreement; (ii) the payment of Incentives and any other payments to Reailer and its Affliates by EchoStar and its Affilates; and (iii) all payments made by Retailer and its Affiliales to EchoSter and its Affilates. Such books, records and documentation sitall be in suffelent detail to show all information necessary to support any Retailer claim, request or entiternent of any nature from EchoStar. EchoStar shall have the right, upon two (2) days prior written notice, to review, audit and make coples of Retailer's books, records and documentation for the purposes of: (a) determining Retailer's compliance with it duties and obligations under this Agreement, the Trademark License Agreement or any Other Agreement; (b) investigating clains against EchoStar and/or any of its Affilites made by Retailer andfor any of its Afrliates; and (c) verifying that Incentive payments and any and all other payments made to Retaiter and its Affiliates by EchoStar and its Amiliates are beine properfy calculated (an "Audit"). EchoStar shall be entited to conduct an Audit regardess of the existence of any chaim, dispute, controversy, mediation, arbitration or litigation between the parties In the event that Retailer refuses to allow EchoStar to conduct an Audit, Retailer acknowledges that EchoStar shall be entitled to obtain immediale relief in the form of specife performance from either the panel of arbitrators (if arbitration has been commenced pursaant to Section 15 above) or a court located within the State of Colorado, as delineated in Section 155 of this Agreement. Any audit conducted by EchoStar shall be conducted by EchoStar or its representative(s) at Retailer's offices during nomal business hours if, during the course of an EchoStar Audit, EchuStar uncovers that (1) Retailer has failed to conply widi any of its obligations under bis Agreement, and/or (2) Retailer and/or any of its Affiliates has made a frivolous claim against EchoStar and/or any of its Affiliates, Retailer shall psy to EchoStar the costs and expenses incurred by EchoStar in conneclion with such Audit If an Audit reveals that (A) Retailer and/or any of its Afliliates have underpaid EchoStur andor any of its Affliates, or (B) Retailer has miscalculated any item bearing upon the Incentives paid to Retailer resulting in an overpayment of Incentives by EchoStar and/or any of its Affiliates, Retailer agrees to repay to EchoStar the anomat of any overpayment made together with interest thereon at the highest rate allowed by law, computed from the datc of overpayment; and pay all reasonable costs and expenses, including reasonable attorncy fees and accountant fees incurred by EchoStar and/or any of its Aftliates in connection with its Audit and with cnforcing the collection of such amounts The provistons of this Section

179 are without prejudice to any oher rights and remedies that EchoStar andior its Affiliates may have under this Agreement, at law, in equity or otherwise (all of which are hereby expressly reserved), and shall survive expiration or termination of this Agreement (for any reason or no reason whatsoever) indefinitely even if termination is due to a breach or default by Echo Siar.
17.10 Nofices.
17.10. Notice to EchoStar. Except as otherwise provided in Section 15, all notices to be given to EchoStar pursuant to this Agreement shall be in writing, signed by the Retailer, and sent by. (i) first class centified mail, postage prepaid; or (ii) overnight courier service, charges prepaid, to the following address(es) or such other address(cs) as EchoSlar may designate to Retailer at any time and from time to time in accordance with Section 17 10.2:

If by first class certified mail:

| To EchoStar. | EchoStar Satellite LLLC |
| :--- | :--- |
|  | Atn: Director of Retail Services |
|  | PO Bon G655 |
|  | Englewood, CO 80155 |
| With a copy to: $\quad$ | David K Moskowit |
|  | Executive Vice President, Gencral Counsel and Secretary |
|  | EchoStar Satelite L. L.C. |
|  | (same address) |

If by overnight courier service:

| To EchoStar: | EchoStar Satellite L. L. C. Ath: Director or Retail Services 9601 South Mendian Blyd. Englewood, co 80112 |
| :---: | :---: |
| With a copy to: | David K Moskowitz <br> Executive Vice President, General Counsel and Secretary <br> EchoStar Satelifit L. LC. <br> (scme address) |

The receipt of such notice shall constitute the giving thereof.
17.102 Notice to Retailer. All notices to be given to Retailer pursuant to this Agrecment shall be in writing and sent by: (i) first class certified mai, postage prepaid; (ii) overnight courier service, charges prepaid; (iii) facsimile transmission, to Retailer at the address listed on the first page of this Agreement or the fax number listed on the signature page of this Agreement, or such other address or other tax number as Retailer may designate in writing delivered to EchoStar in accordance with Section 17 10.f; or (d) with the exception of notices given pursuant to Sections 10,13 or 15 , any method of mass communication reasonably dircted to EchoStar's rctailor base, including, without limitation, lacts blast, e-mail posting on EchoStar's retailer web site or broadcast on a retailer "Charlie Chat". The sending of such notice with confirmation of successful receipt of the entire transmission (in the case of facsimile transmission), receip: of such notice (in the case of first class certified mall or overnight courier), sending of such notice (in the case of email), posting (in the case of EchoStar's retailer web sitc) or broadcast (in the case of retailer Charlic Chats) shall constinte giving thereof. It shall be Retailer's sole responsibility to keep itself informed of all notices, changes and other information set forth in any facts blast, e-mail, retailer "Charlie Chat" or posting on EchoStar"s tetailer web site.

1711 Attorncy Fees, In the event of any suit, action or arbitration between Retailer andor any of its Affliates, on the one hand, and EchoStar andior any of is Affiliates, on the other hand, including but not limited to any and all suits, actions or arbitrations to enforce this Agrement, any Business Reles, any Promotional Program or any provisions thereof, the prevailing purly shall be entilited to recover its costs, expenses and reasonable attomey fees, at arbitration, at trial and on appeat, in adition to all other sums allowed by law. The provisions of this Section 17.11 shall survive expiration or temination of this Agreement (for any reason or no reason) indefinitely.
17.12 Modifications. Retailer acknowledges that EchoSlar competes in the multi-channel video distribution market, which is highly competitive, fluid and volaile and that EchoStar must make changes to its marketing, promotion and sales of products and services from time to time to stay competitive. Therefore, Retailer agrees that EchoStar may, at any time and from time to time in its sole and absolute discretion for any reason or no reason, change or modify Incentives, Incentive schedules, Incentive structures, Promotional Programs and Business Rules, payment terms, or the Chargeback yales associated therewith, upon notice to Retailer, without the need for any further consent, writen or orherwise, from Retailer. IF ANY SUCH MODIFICATION OR CHANGE IS MATERIAL

# AND UNACCEPTABLE TO RETALER, RETAILER'S ONLY RECOURSE IS TO TERMINATE THIS AGREEMENT RETAIIER'S CONTEUED PERFORMANCE UNDER THIS AGREEMENT FOLLOWING RECEIPT OF NOTICE OF A CHANGE OR MODIFICATION WILL CONSTITUTE RETAIIERS BINDING ACCEPTANCE OF THE CHANGE OR MODIFICATION 

1713 Interstate Commerce. The parties acknowledge that the tansactions contemblated by this Agreement involve interstate commerce
17.14 General Provisions. The exhibis hereto are hereby incorporated into this Agreemen by reference in their entirefy
17.15 Power and Authority, Retailer represents and warrants to EchoStar that if has full power and authority to enter into this Agreement and perform its obligations heremder and that its execution and delivery of this Agreement (whether wia signature or electronic acceptance) and performance of its obligations hereunder does not and will not violate any law or result in a breach of or default under the terms of any contract or agrement by which it is bound.
17.16 Consent to Recelve Faxes. Retailer hereby acknowledges that this Agreement serves as Retailer's express written consent to receive farstaile tansmitals from EchoStar and its Affintes, including facsimile transmittals which contain unsolicted advertisements. For the avoidance of doubt, such permitted facsimile transmittals fom Echostar or its Afiliates shall include, but not be limited to, information about the commercial avaitability or quality of products, goods or services; notices of conferences and seminars; and new product, programming or promotion announcements. This witten consent shall inclute all facsinule transmitals regulated by future Federal Communications Commission action

1717 Whiver of Evidence No course of dealing, course of perfomance, or usage of made shall be considered in the interpretation of enforcement of this Agrecment. Both Parties waive any right they may have to introduce evidence of any such course of dealing, course of performance, or usage of trade
17.18 Correction of Spelling. Typogtaphical or Clerical Errors Retailer bereby grants to EchoStan a limited power of attorncy to correct andor cxecute or initial all spelling, ypographical and clerical errors discovered in this Agreement, the Trademark License Agreement, any Oher Agreement, and any amendments to the forcgoing, including without limitation, errors or inconsistencies in the spelling of Retailer's name, addess, phone number or fax number or the speling of the name or title of the duly authorized reprecentative signing or electronically accepting such agreement on Retailer's behalf.
17.19 Atteration of Terms and Conditions, Retailer acknowledges and agtees that, because among oher things EchoStar has thousands of authorized relailers, it is in each party's best interest to establish an orderly process for Retailer to propose additions, deletions and modifications to the terms and conditions set forth in this Agreement and for EchoStar to receive such proposals prior to the parties entering into an agreement. Therefore, Retaiter further acknowledges and agrees that any additions, deletions or modifientions to the terms and conditions of this Agreement proposed by Retailer must be sent to EchoStar solely and exclusively via an o-mail message addressed to proposedchanges@echostar con with the subject line "Proposed Changes to EchoStar Retailer Agreement" (a "Proposal") and that such Proposals must be reccived by EchoSter prior to Retailer exceuting this Agrecment (whether via signature or electenie aceeptance). RETAILER ACKNOWLEDGES AND AGREES THAT: (I) ANY AND ALL PROPOSALS RECEIVED EY ECHOSTAR. AFTER RETALLER HAS EXECUTED THS AGREEMENT SHALL BE OF NO FORCE OR EFFECT; AND (II) IN THE EVENT THAT RETAILER EXECUTES THIS AGREEMENT AFTER ECHOSTAR HAS RECEIVED ONE OR MORE PROPOSALS, ALL, SUCH PROPOSALS SHALL BE DEEMED TO HAVE BEEN WITHDRAWN BY SUCH EXECUTION AND SHALL BE OF NO FURTHER FORCE OR EFFECT. Consequently, in the event that the following events oceur in the following order: (a) EchoStar receives a Proposal from Retailer; (b) Retailer exectes this Agrement; and (c) EchoStar executes this Agreement, then Retailet acknowledges and agrees that the execution of this Agreement by Retailer withdrew the Proposal and Retailer and EchoStar will therefore have a binding agreement on the terms and conditions set forth herein, withoul any additions, deletion or modifications thereto. Further, in the event that the following events occur in the following order: (1) Retailer executes this Agreement; (2) EchoStar receives a Proposal from Retailer; and (3) EchoStar executes this Agreement, then Retailer acknowledges and agrecs that the Proposal shall be of no forec or effect because it was submitted after Retailer executed this Agreement and Retailer and EehoStar will therefore have a binding agrement on the terms and conditions sef forth herein, without any additions, deletion or modifications mereto Further, in the event that the following events oceur in the following order. (A) EchoStar receives a Proposal from Retailer; (B) Retailer executes this Agreement; (C) EchoStar receives a second Proposal from Retailer, and (D) EchoStar exccutes this Agreement, then Retailer actuowledges and agrees that the execution of this Agreement by Retaler withdew the first Proposal and the second Proposal shall be of no force or cffect because it was submitted after Retailer cxccuted thes Agreement, and Retailer and EchoStar will therefore have a binding agreenent on the terms and conditions set forth herein, without any additions, deleion or modifications thercto. Retailer further acknowtedges and ageces that a Proposal may only be accepted by EchoStar in a writing signed by an Execuive Vice Presiden of EchoStar (or his designee), which specifically acknowtedges receip of the applicable Proposal, includes the portion(s) of the Proposal that EchoStar is willing to accept, and expressly states that EchoStar has agreed to accept such portion(s) of the Proposal. Notwithstanding anything to the contrary sct forth hercin, EchoStar is under no obligation to reccive, consider or accept any Proposals, and in the event that a Proposal received by EchoStar is not aceepted in the manner provided in the jramediately preceding sentence, then such Proposnl shall atomatically be deemed to have been rejected by EchoStar. For the avoidance of doubt, Echostar has the right to not receive, consider or accep: any Proposal and to reject any Proposal in its sole and absolute discretion for any reason or no reason.

IN WITNESS WHEREOF, the parties have caused this Agreement to be signed andior accepted electronically by thair duly authorized representatives as of the date furst written above

ECHOSTAR SATELLITE L.LC.

By:
Name: Amir Ahrmed
Title: National VP, Sales and Distribution

RETAILER

Retailer Number:

| Retailer Company Name: | IERRY DEAN GRIDER DBA JSR ENTERPRISES |
| :--- | :--- |
| Street Address: | 1740 E GARRY AVE |
| City, State, Zip Code: | SANTA ANA, CA 92705 |
| Facsimile Number: | (909) 331-2832 |
| (for notice to Retailer pursuant to Section 17.102) |  |

By:
Signature
Print Name: JERRY GRIDER
Title: OWNER
[SIGNATURE PAGE OF ECHOSTAR RETALLER AGREEMENT]

## EXHBITA

## TRADEMARK LICENSE AGREEMENT

MIS TRADEMARK LICENSE AGREEMENT (the "Agrecment") is made and eflective as of $4 / 12 / 2006$, by and betwen EchoStar Satelitit L.L. C., formerly known as EchoStar Satellite Corporation ("ESLLC"), having a place of business at 9601 S Mcridian Blud, Englewood, Colomdo 80112, and JERRY DEAN GRIDER DBA JSR ENTERPRISES having a prineipal place of business at 1740 E GARRY AVE S, SANTA ANA, CA 92705 ("Licensec")

A ESLLC conducts business in wondwide locations as, among oher things, a provider of direct broadcast satellitedelivered, mati-channcl, digital video. audio, data, interactive and other programming services ("Programming"); and
B. Licensec conducts business as, among other things, a retailer of satellite television products and services; and
C. Licensee desires to be permitted to use such EchoStar trademarks, service marks and trade names set forth in Exhibit I hereto, which may be anmended at any thme and from time to time in ESLLC's sole and absolute discrefion for any reason or no reason (the "Trademark"), as ESLLC, in its sole and absolute discretion for any reason or no reason, may authorize, from time to time, under a non-exclusive Ticense, to promote and solicil orders for DISH Network Programming.

## NOW, THEREFORE, the partics hereto hereby agree as follows:

I. ESLLC hereby grants to Licensee a non-exclusive, non-transferable, revocable license (the "License") to use the Trademarks and such other trademarks as ESLLC may from time to time cxpessly in wribing permit Licensee to use during the tem of this Agrement, and no other term or license whatsocver, solely to promote the retail sale of ESLLC satellite televiston progranming and the hardware necessary to receive such programming in its focal advertising and promotional materials and at its business locations. Licensee expressly recognizes and agrecs that Licensec shall not, in whole or in part, modify, alter, supplement, delete or otherwise change the Trademarks (whether in typewritten, stylized or any other form) as provided to Licensec by ESLLC. Licensee shall hate no right to use the lagos, service marks or trademarks (whether in typewritten, stylized or any other form) of any programming providers, other ban the logos, scrvice marks and trademarks of programming providers that are confained in the adyertising and promotional material provided to licensee by ESLLC No such naterials shall indicate that any agremment of agency, partnership, joint venture, franchise or cxclusive or non-cxclusive distributorship exists between Licensee and ESLLC, unless ESLLC and Licensee enter into a separate written agreement permitting Licensee to do so. Notwihstanding the above, Licensec shall provide to ESLLC, at least thity (30) days prior to first use, an example of any adventising or promotional materials in which Licensee intends to use any Trademarks or any such other trademarks (whether in typewritten, stylized or any other form), which use has not, within the past twelve months, been approved by ESLL.C in exactly the maner intended for use. ESLLC may reject and prohbit Licensec from using such materials, in its sole and absolute discretion for any reason or no reason, If Licensee is required to, but fails to provide ESLLC with proposed advertising or promononal materials at least thirty ( 30 ) days prior to first use, ESLLC shall have just catse to immediately temmate this Agreement by providing written nolice to Licensee to that effect. This Agreement is not intended, nor shall it be consthicd, as creating any agrement of agency, parthership, jount venture, franchise or of exclusive or non-cxclusive distributor, or as creating any obligation on the part of ESLLC to enter into any such agreement with Licensec. Further, this Agreement is not intended, nor shall it be construed, as providing any rights to Licensee to purchase or sell products or programming manufactured and/or distribuled by ESLLC Licensee expressly recognizes and agrecs that any goodwill now existing or hereafer created through any sales by Licensee of products or programming manufactured and/or distributed by ESLLC, shall inure so ESLLC's sole bencfit. This License shall be effective until terminated by either party in accordance with the terms of this Agrement, or until temination of the Incentivized Retailer Agrement to which this Agreenent is attached for any reason or no feason whatsoever

2 The License gronted by ESLLC is granted to Liecnsee only Lieensee has no authority to transfer or grant any sublicense to any other cntity or individual for any reason, and if Licensee does so, such action shall terminate this Agrecment, at ESELC's option, at any time thereafter. Licensee shall immediately ccase using Trademarks in typewriten, stylized or any other form upon termination or expieation of this Agreement for any reason or no reason whatsoever Upon expiration or termination of this Agrement for any teason or no reason whatsoever, at ESLIC's option Licensec shall immediately destroy or deliver to ESL.LC any and all advertising and promotional materials in Licensee's possession with Tradenarks (whether in typewritten, stylized or any other form) on them If ESLLC requests destruction of advertising and promotional materials, Licensee shall prompty execute an affidavit representing at a minimum that such materials were destroyed, and the date and means of destruction.
3. License exprestly recomizes and acinowledges that this License, as well as any past use of the Trademarks in any maner whatsoever by Licensee (inchang but not limited to use on signs, business cards, or in advenisements) or in any form whatsoever by Licensec (including but not limited to typewritten or stylized form), shall not confer upon Licensec any proprictary rights or interest to any Trademarks ineluding, but not limited to any existing or future goodwill in the Trademarks. All goodwill in the Trademarks shall inure to ESLLCs sole benefit Further, I icensee waives any and all past, present, or future claims it has or dight have to the Trademarks (whether in lypewriten, sylized or any other form) and acknowledges that as berween ESLLC and Licensee, ESLLC has the exclesive rights to own and use the Trademarks (whether in typewritten, stylized or any other fom), and that ESLLC retains full ownership of the Trademarks (whether in typewritten, stylized or any other form) notwithstanding the License granted berein. While Lieensee has no right or authority to do so, in
the event that Licensec has previously, or in the future reserves, files, or registers any of the Trademarks of ESLLC (whether in typewritten, stylized or any ohher form) or registers any domain name which includes all or any portion of the Trademarks of ESLILC, Licensee ngrecs to notify ESLLC immediately, and immediately upon request of ESLLC, to assign any and all interest so ESLLC that is obtained through the rescrvation, fling, or registration of the Trademarks in the US or any forcign jutisdicition or through the registration of any domain name, and bereby acknowledges that any such reservation, filing, or registration of the Trademarks or domatn name which includes all or any portion of the Tradernarks, whenever occurning, shall be on behalf of and for the sole benefit of ESLLC, and Licensce waives all claims or rights to any compensation whatsoever thercfore. Licensec's obligations in this paragraph shall survive the expiration or fermination (for any reason or no reason whatsoever) of this Agreement indefinitely
4. Furthermore. Licensec agees not to hold itself out as DISH Network, ESLLC or any related or affiliared entiry To avoid any confusion in this respect, Licensee agrees not to use either (i) the formative "DISH" in combination with the formative "NET", or (ii) the formative " ECHO ", as par of its business name. Futhemore, Licensee agrees not to register any domain name which contains either (a) the formative "DISH", in combination with the formative "NET", (b) the formative "ECHO", or (c) a misspelling of DISH Network (ces, www disnhetwork com) or other ESLLC mark, and Licensee further agrees to immediately transfer to ESLLC, upon ESLLC's request, any such domain names which it has registered Licensee's fatiure to comply with the provisions of this Section 4 shall constitute a material breach of his Agrement Upon tequest, Licensee shall provide ESLLC with a list of doman names License uses to promote or solicit orders for DISH Nework Programing
5. Nothing in this Agrecment shail be construcd to bar ESLLC from protecting its right to the exclusive use of its Trademarks (whether in typewritten, stylized or any other form) against infringement theteof by any party or partics, including Licensec, either during the term of this Agrecment or following any cxpiration or ternination of Licensee's right to use the Trademarks pursuant to this Agreement for any reason or no reason whatsocver. Licensee will promply and fally advise ESLLC of any use of any mark that may appear to infringe the Trademarks (whether in typewritten, stylized or any other form). Licensce will also fully cooperate with ESLLC in defense and protection of the Trademarks (whecher in typewriten, styized or any other form), at ESLLC's expense Similarly, nothing in this Agrement shall be construed to require that ESLLC take any action to protect the Tademarks in any instance, and ESLLC shall not be liable to Litensec in any manner whatsoever for failure to take any such action.

6 (a) This Agreement shall continue for a period of time equal to the tem of the Incentivized Retailer Agreement to which his Agreement is attached, unless terminated earlier for a reason prowided herein In addition to any provisions of this Agreement that survive termination or expiration of this Agreement by their term, any provision of this Agreement which logically would be expected to survive termination for any reason or no reason whatsoever or expiration, shall survive for a reasonable time period under the circumstances, whether or not specifically provided in this Agreement
(b) This Agrecment may be terminated by a pary (the "Affected Party") in the event that the other party (the "Other Party") defuults on any obligation or breaches any representation, wartanty or covenant in this Agreement (regardless of whether breach or default of such obligation, representation, warranty or covenant is designated as giving rise to a termination right), and such defaut or breach, if curable, is not cured within twenty (20) days of reccipt of witten notice from the Affected Pary. The paries agree that all obigations, representitions, wurranties and wovenanis contained in this Agreement, whether or not specifically designated as such, are material to the agreement of the parties to enter into and continue this A grecment
(c) This Agrement shall terminate automatically upon termination of the Incentivized Retaler Agreement to which this Agrecment is attached for any reason or no reason whatsoever and upon termination of any Other Agreement (as defined in Section 126 of the Intentivized Retailer Agreencent to which this Agreement is attached) for any reason, unless EchoStar notifies Lieensee to the contrary in writing.

7 The relationstip hetween the parties including all disputes and claims, whether arising in contract, fort, or under statute, shall be governed by and construed in accordance with the laws of the State of Colorado without giving any effect to its contict of law provisions. Licensee and EchoStar acknowledge and agree that they and their counsel have reviewed, or have been given a reasonable opportunity to revics, this Agrecment and that the nomal rule of construction to the effect that any ambiguities are to be resolved against the drafting party shall not be cmployed in the interpretation of this Agreement or any amendments of Exhibits hercto

Any and and disputes arising out of, or in connection with, the interpretation, performance or the nonperformance of this Agreement or any and all disputes arising out of, or in comection with, transactions in any way relaled to this Agrecment andfor the relationship for any reason whatsoever between the parties (including but not limited to the termination of this Agreement or the relationship and Licensee's right thereunder or disputes under rights granted pursuant to statutes or comrnon law, including those in the state in which Licensec is located) shall be litigated solely and exclusively before the United Sates District Cour for the District of Colorado The parties consent to the im personam juridiction of said cout for the purposes of any such litigation, and waive, fully and completely, any right to dismiss and/or transfer any action pursuant to 28 U.S.C.S. 1404 or 1406 (or any successor statutc). In the event the United States District Court for the District of Colondo does not have subject matter jurisdiction of said matter, then such mater shall be litigated solely and cxelusively before the appropiate state court of competent jurisciction located in Arapaboc County, State of Colorado.


Page 30 of 32
8. This Agreement may be executed in wo or more counterparts, cach of which shall be deemed an original, but all of which fogether shall constitute one and the stme instrament

IN WITNESS WHEREOF, the partics hercto have signed and/or electronically accepted, this Agreement by theit duly authorized representatives as of the date first written above.

ECHOSTAR SATELLTE L.L.C.
$B y$.
Name: Amir Ahmed
Thte; National VP, Sales and Distribution

## LICENSEE

Retailer Number:
Refailer Company Name: JERRY DEAN GRIDER DRA 3SR ENTERPRISES
Street Address: $\quad 1740$ EGARRY AVES
City, State, Zip Code: SANTAANA, CA 92705
By:
Signature
Print Name: JERRY GRIDER
Title: OMVNER

EXHIBIT I TO TRADEMARK LICENSE AGREEMENT


# CONFIDENTIAL 

## EXHIBIT 144

EXHIBIT 144

## INTENTIONALLY OMITTED

## EXHIBIT 145

## EXHIBIT <br> 

## STATE OF VERMONT OFFICE OF ATTORNEY GENERAL

IN RE ECHOSTAR SATELLITE, L.L.C.)

# CIVIL INVESTIGATIVE SUBPOENA DUCES TECUM PURSUANT TO TITLE 9 VERMONT STATUTES ANNOTATED \& 2460 

## TO: EchoStar Satellite, L.L.C. <br> 9602 S. Meridian Boulevard <br> Englewood, CO 80112

In connection with the above investigation, and pursuant to 9 V.S.A. $\$ 2460$, as amended, you are required to provide responses under oath to the following questions, and to provide the following documents, all to the Office of the Attorney General, 109 State Street, Montpelier, Vermont 05609, all within ten days of receiving this Subpoena.

You are entitled to consult with a lawyer in connection with this Subpoena. This is a confidential proceeding, and the documents you produce may not be disclosed to anyone outside of the Office of the Attorney General without your permission or a court order, or other than to another law enforcement officer engaged in legitimate law enforcement activities.

## 1. BASIS FOR ISSUUNG SUBPOENA

The Attorney General has reason to believe that in the course of telemarketing into the State of Vermont, certain retailers associated with EchoStar Satellite, L.L.C., have made representations that are deceptive or otherwise violate the Vermont Consumer Fraud Act, 9
V.S.A. § 2453(a).


Office of the ATTORNEY GENERAL 109 State Street Montpelier, VT 05609

## II. DEFINITIONS

As used herein:
A. "Copy" means either an original document or a legible photostatic copy, or, in the case of an audio or videotape, a clear copy of the tape requested.
B. "Documents" include, without any limitation except as noted herein, any written, printed or graphic matter, or any mechanical or electronic data transmission, or any mechanical or electronic compilation from which information can be obtained, directly or after translation into a form susceptible of visual or aural comprehension, including copies if the copy bears any other marking or notation of any kind, and each such document shall include all attachments, enclosures, and material supporting or used in preparation of each such document, and other documents that relate or refer to each such document, which are in your actual or constructive possession, custody, or control.
C. 'EchoStar" means EchoStar Satellite, L.L.C., and any parent or subsidiary of same.
D. "Identify" (with respect to documents), means to state, to the extent known, the (i) type of document, (ii) general subject matter, (iii) date of the document, and (iv) author, addressee and recipient. Once a document is identified in accordance with this definition, the document may be referred to by reference to the first identification.
E. "Relating to" means in whole or in part constituting, containing, concerning, discussing, commenting upon, describing, analyzing, identifying, stating, pertaining to, referring to, or forming the basis of.
F. "Retailer" means a person or company, whether an independent contractor or not, that, with the knowledge of EchoStar, has offered or sold goods or services of or for EchoStar.

## G. "You," "your" and "the company" refer to EchoStar.

## III. INSTRUCTIONS

A. Form of response. In responding to each interrogatory, please reproduce the interrogatory before the answer provided in response. In responding to requests for document production, please state which documents are responsive to which request.
B. Documents. You are required to produce the originals or legible photographic copies of all the documents described in this subpoena that are in your actual or constructive possession, custody or control.
C. Claims of privilege. If any document called for by this subpoena is withheld under any claim of privilege, you are required to furnish a list identifying each document or portion of a document for which the privilege is claimed, together with the basis on which the privilege is claimed, and the paragraph or subparagraph of this subpoena to which the withheld document would respond.
D. Lost, removed, destroyed, or altered documents. If any document responsive to this subpoena has been lost, removed, destroyed or altered prior to the service of this subpoena, furnish the following information with respect to each such document: (a) a description of the document to the extent known, and the last time and location that the document is known or believed to have existed; (b) the date, sender, recipient and other persons to whom copies were sent, subject matter, present location, and location of any copies, and (c) the identity of any person authorizing or participating in any removal, destruction or alteration; date of such removal, destruction or alteration; and the method and circumstances of such removal, destruction or alteration.

Office of the ATTORNEY GENERAL 109 State Street Montpelier, VT 05609
E. Certificate of Compliance. Attached to this request is a Certificate of Compliance for you to sign, have notarized and retum with your response.
F. Time frame for response. Unless otherwise specified, the time frame covered by this Subpoena is from January 1,2004, through to the present.

## IV. QUESTIONS AND REQUESTS FOR DOCUMENTS

1. State the complete corporate name, address and telephone number of EchoStar, and identify and produce a copy of its incorporation documents.
2. Identify all affiliates and $\mathrm{d} / \mathrm{b} / \mathrm{a}$ 's of EchoStar, including but not limited to its parent corporation, subsidiaries and any affiliates, and state the complete corporate name, address and telephone number of each.
3. Describe all goods and services offered or sold by EchoStar, how they are marketed and sold, and the cost of each.
4. State the name, address, telephone number and position of all persons who have, since January 1,2004 , had responsibility for investigating or monitoring the business activities of EchoStar retailers.
5. With respect to each of these two retailers-United Satellite and Satellite Systems Networks:
a. State the company's complete corporate name, address and telephone number;
b. State the names and positions of your "contact people" at the company;
c. State the date on which you began doing business with the company, and, if any, the date of and reason for terminating your relationship;

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d. Describe the business relationship between EchoStar and the company;
e. Identify and produce any contract or agreement with the company;
f. Identify and produce all marketing materials (including, but not limited to, telemarketing scripts, training materials, print and Internet advertising, and broadcast adveitising) provided to, or received from, the company, and for each such document, state its date, describe its origin, and identify the person or persons who wrote or otherwise created it;
g. Identify and produce all communications to or from the company;
h. Describe in detail any problems that you have had with the company, and identify and produce all documents relating to such problems;
i. Describe all "due diligence" steps you have undertaken with respect to the company, including, but not limited to, investigation of the company prior to entering into a contract and oversight of its ongoing business methods. For each step taken, state the date of the step and identify the person who took it;
j. State whether the company has left recorded messages on prospective customers' answering machines, and if so, state what you know about such messages; and
k. State whether the company has offered a right to cancel to prospective customers, and if so, (i) describe the terms and conditions of that right, (ii) describe how and when the right to cancel has customarily been disclosed to prospective customers, and (iii) identify and produce all documents relating to the right, including any consumer disclosures.
6. For each Vermont resident to whom EchoStar goods or services have been sold through, or because of a solicitation by, either United Satellite and Satellite Systems Networks:

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a. Describe the goods or services sold;
b. State the date and amount of any payment by the consumer and describe the method of payment (credit card, electronic debit from bank account, demand draft, monthly billing, etc.);
c. State which of the two companies were responsible for the sale or solicitation;
d. Describe any complaint by the consumer and identify and produce all documents relating to same; and
e. If any calls to or from the consumer were recorded, identify and produce a copy of the recording, or, if not such copy is available, describe how one may access the recording, if possible.
7. Identify and produce copies of all consumer complaints received since January 1,2005, relating to telephonic solicitations, including, but not limited to, correspondence, notes, and recordings of telephonic complaints.
8. State the name, address and telephone number of all retailers against which EchoStar has taken disciplinary action (including termination of its business relationship with the retailer) since January 1,2004 , and for each such retailer, describe the circumstances of the action and what led to it.
9. State the name, address and telephone number of all retailers that, to your knowledge, have left recorded messages on prospective customers' answering machines, and if so, state what you know about such messages.
10. State the name, address and position of all persons at EchoStar who participated in responding to this Subpoena.

## V. STATUTORY PENALTIES



Assistant Attorney General
Vermont Attorney General's Office
109 State Street
Montpelier, VT 05609
Tel. (802) 828-2153

Office of the ATTORNEY GENERAL 109 State Street Montpelier, VT 05609

Any person who, with intent to avoid, evade, or prevent compliance, in whole or in part, with any civil investigation under 9 V.S.A. $\S 2460$, removes from any place, conceals, withholds, or destroys, mutilates, alters, or by any other means falsifies any documentary material in the possession, custody or control of any person of any such notice, or mistakes or conceals information, shall be fined not more than $\$ 5,000.00$ pursuant to 9 V.S.A. $\S 2460$. Failure to comply with the subpoena may result in an assessment of civil penalties and costs of enforcement.

Dated: $\qquad$

STATE OF VERMONT
WILLIAM H. SORRELL ATTORNEY GENERAL

# STATE OF VERMONT OFFICE OF THE ATTORNEY GENERAL 

## IN RE ECHOSTAR SATELLITE, L.L.C. )

## CERTIFICATE OF COMPLIANCE

I, $\qquad$ , hereby certify that I have reviewed the responses to the Civil Investigative Subpoena dated June 28,2006, and that they are true and accurate to the best of my knowledge and belief. I further certify that all of the requested material within the possession, custody, or control of the person to whom said Subpoena is directed has been produced, except that for which a privilege has expressly been claimed.
Signature

Signature

Office of the ATTORNEX GENERAL 109 State Street Montpelier, VT 05609

Subscribed to and sworn to before me at $\qquad$ , $\qquad$ $-$
City State/Province
this $\qquad$ day of $\qquad$ , 2006.

> Notary Public

My Commission Expires: $\qquad$
 First Class ivinait

AG1
OFFICE OF THE ATTORNEY GENERAL STATE OF VERMONT 109 STATE STREET MONTPELIER VERMONT 05609-1001
TO Dana Steele
Director and Senior Corporate Counsel
EchoStar Satellite, L. L.C.
9601 S. Meridian Boulevard
Englewood, CO 80112



DISH5-0000033909
SLC_ DNC_Investigation_0013342

## EXHIBIT 146



Prior to being considered for participation in this Promotional Program and in addition to any other requirements set forth below, a retailer must have a valid EchoStar Retailer Agreement ("EchoStar Retailer Agreement") in full force and effect with EchoStar Satellite L.LC. ("EchoStar"), (ii) otherwise be in good standing with EchoStar and Echosphere L.L.C. ("Echosphere"), (iii) purchase DISH DBS Systems directly from Echosphere, and (iv) receive these Business Rules directly from EchoStar via electronic mail. Retailers with a valid EchoStar Retailer Agreement in full force and effect with EchoStar are referred to hereinafter as "EchoStar Retailers".

The misrepresentation of the terms and conditions of this Promotional Program to consumers and/or the failure to disclose material terms and conditions of this Promotional Program to consumers may be deemed, as determined in EchoStar's sole and absolute discretion for any reason or no reason, to be fraud under your Retailer Agreement(s). Any breach or default of any of your obligations under these Business Rules may be deemed, as determined in EchoStar's sole and absolute discretion for any reason or no reason, to be a breach and/or default under your Retailer Agreement(s).

Notwithstanding anything to the contrary set forth in your Retailer Agreement(s), retailers are not required to participate in the Promotional Program described below and participation in this Promotional Program may not be available to all retailers. EchoStar shall determine retailer eligibility to participate in this Promotional Program in its sole and absolute discretion for any reason or no reason. All pricing, programming, packages, and other terms and conditions of service are subject to change without notice.

Program Overview:
This Promotional Program provides participating EchoStar Retailers with the opportunity to market, promote and solicit orders for the activation of Eligible Residential Programming for new Residential Subscriber Accounts under Qualifying Promotions (as defined below) during the Promotional Period using EchoStar's proprietary web-based DISH Network partner order entry tool (solely for the purposes of this Promotional Program, the "OE Tool"). Fulfillment of all orders solicited under this Promotional Program shall be performed solely and exclusively by EchoStar, an Affiliate of EchoStar and/or any third party authorized by EchoStar or an Affiliate of EchoStar to perform installation and/or after-sales services on its behalf, in all cases as determined by EchoStar or its Affiliate in its sole and absolute discretion for any reason or no reason.

DEFINITIOMS
Qualifying Promotions:

Promotional Period:

RETAILER ECONOMICS:

Residential Incentives:

Payment Schedule:
Solely for the purposes of this Promotional Program, "Qualifying Promotions" means and shall be limited to the following consumer promotional offers, the consumer terms and conditions of which are as set forth in the Business Rules posted on the retailer care site specific to each such consumer promotional offer and all other applicable Business Rules: (i) the Digital Home Advantage Promotional Frogram; (ii) the Formers DHA-18 Promotional Program; (iii) the Free For All Promotional Program; (iv) the ClubDISH Referral Promotional Program; (v) all successor Promotional Program(s) (if any) to each of the foregoing; and (vi) such other Promotional Programs as may be determined by EchoStar at any time and from time to time in its sole and absolute discretion for any reason or no reason. Notwithstanding the foregoing, EchoStar reserves the right to determine at any time and from time to time, in its sole and absolute discretion for any reason or no reason, whether a consumer promotional offer constitutes a Qualifying Promotion or is more appropriately considered a promotion other than a Qualifying Promotion.

Solely for the purposes of this Promotional Program, the "Promotional Period" shall commence on the "Promotion Effective Date" specified above and expire on the "Promotion End Date" specified above.

In consideration of a participating EchoStar Retailer's continuing efforts to market, promote and solicit orders for DISH Network programming and a participating EchoStar Retailer's continuing efforts to service DISH Network subscribers after initial activation, a participating EchoStar Retailer may be eligible to receive the Incentives set forth below. Payment of any and all Incentives described below shall be subject to the terms and conditions of your EchoStar Retailer Agreement, applicable Business Rules, the Rate Card (as defined below) and all Other Agreements.

For each activation during the Promotional Period of a DISH DBS System for a new Residential Subscriber Account for which a participating EchoStar Retailer correctly and completely performed the order entry tasks related to the provisioning of Eligible Residential Programming under a Qualifying Promotion for such account (which programming is activated within 14 days from the date of initial activation) using the OE Tool, the participating EchoStar Retailer to whom the exact Rate Card was sent directly by EchoStar via e-mail may be eligible to receive: (i) a "Primary Activation Incentive"; and (ii) such other Residential Incentives (if any) (the "Other Residential Incentives") as may be set forth in the Rate Card attached hereto as Exhibit A and incorporated herein by reference in its entirety and which is subject to change at any time and from time to time and retailer to retailer in EchoStar's sole and absolute discretion for any reason or no reason upon notice (including without limitation via e-mail) (the "Rate Card"). The amount and certain other terms and conditions applicable to such Residential Incentives shall be as set forth in the Rate Card.

All payments of Residential Incentives under this Promotiona! Program shall be made in accordance with and subject to the payment schedule set forth set forth in the Incentive Payment Structure Business Rules.

Page 1 of 3, Retailer Order Entry Promotional Program Business Rules, Version 1.0 Created on 8/14/2006 11:25 AM

In addition to and without limitation of any and all chargeback provisions set forth in the Agreement and applicable Business Rules, all Primary Activation Incentives and Other Residential Incentives paid under this Promotional Progran will be reclaimed in full in the event that the corresponding Residential Subscriber Account terminates any customer promotion agreement with DISH Network or deactivates Eligible Residential Programming, or its service is disconnected for any reason within the chargeback period specified in the Rate Card (if any) or, in the event no such chargeback period is specifed, one hundred eighty (130) days from its date of initial activation, and EchoStar may, but shall have no obligation to, deduct such charged back amounts from Incentives due under your EchoStar Retailer Agreement.

ECHOSTAR SHALL DETERMINE FROM TIME TO TIME IN ITS SOLE AND ABSOLUTE DISCRETION FOR ANY REASON OR NO REASON WHETHER A PARTICULAR ECHOSTAR SUBSCRIBER AND/OR HARDWARE COMPONENT IS ELIGIBLE FOR THE PAYMENT OF THE INCENTIVES DESCRIBED ABOVE. ECHOSTAR'S CALCULATION AND PAYMENT OF SUCH INCENTIVE PAYMENTS SHALL BE PRESUMED CONCLUSIVELY AND IRREBUTABLY CORRECT ABSENT A TIMELY NOTICE OF CLAIM BY YOU PURSUANT TO SECTION 15.1 OF YOUR ECHOSTAR RETAIEER AGREEMENT.

Notwithstanding anything set forth to the contrary in any other Business Rules, in no event shall any Incentives, co-op accrual or other amounts not expressly set forth in these Business Rules (including without limitation the Rate Card) be payable in connection with any DISH DBS System or Subscriber Account activated in connection with this Promotional Program.

By participating in this Promotional Program, a retailer acknowledges and agrees that EchoStar shall have the right (but not the obligation) at any time and from time to time in its sole and absolute discretion for any reason or no reason to monitor, record and/or otherwise access, whether electronically or otherwise and in all cases at EchoStar's election, any and all telephone or other similar communications made between such retailer and/or any of its employees, agents, sub-agents, independent contractors or Affiliates on the one hand, and any prospective or actual consumer on the other hand, that arises from or relates in any manner to the marketing, promotion and/or solicitation of orders for Programming and/or any other Services or Hardware offered by EchoStar and/or any of its Affiliates. Promptly, upon EchoStar's request, each participating retailer shall, at its sole cost and expense, undertake any and all acts and omissions (and/or cause its employees, agents, sub-agents, independent contractors or Affiliates to undertake all acts and omissions) as may be required to provide EchoStar with such access and/or otherwise carry out the purpose or intent of any of the foregoing, in all cases in such form and manner as may be specified by EchoStar at any time and from time to time in its sole and absolute discretion for any reason or no reason.

Your access to or use of any and all websites made available to you by EchoStar in connection with your participation in this Promotional Program shall be subject to and in accordance with the terms and conditions of service that are: (i) posted at the relevant time of determination in EchoStar's sole and absolute discretion for any reason or no reason on EchoStar's retailer care site (the "Retailer Care Site") and (ii) applicable to a retailer's access to or use of the Retailer Care Site.

All capitalized terms not otherwise defined herein shall have the meanings ascribed to them in your EchoStar Retailer Agreement.
The misrepresentation of the terms and conditions of this Promotional Program to consumers and/or the failure to disclose material terms and conditions of this Promotional Program to consumers may be deemed, as determined in EchoStar's sole and absolute discretion for any reason or no reason, to be fraud under your EchoStar Retailer Agreement. Any breach or default of your obligations under these Business Rules may be deemed, as determined in EchoStar's sole and absolute discretion for any reason or no reason, to be a breach and/or default under your EchoStar Retailer Agreement.

THESE BUSINESS RULES (INCLUDING WITHOUT LIMITATION EXHIBIT A) ARE SUBJECT TO CHANGE AND THIS PROMOTIONAL PROGRAM MAY BE TERMINATED FOR ANY REASON OR NO REASON AT ANY TIME AND FROM TIME TO TIME AT THE SOLE AND ABSOLUTE DISCRETION OF ECHOSTAR, INCLUDING WITHOUT LIMITATION DURING ANY PROMOTIONAL PERIOD SET FORTH HEREIN, UPON NOTICE TO YOU (INCLUDING WITHOUT LIMITATION VIA E-MAIL). THESE BUSINESS RULES SUPERCEDE ANY AND ALL PRIOR VERSIONS IN THEIR ENTIRETY WITH RESPECT TO ACTIVATIONS OF SUBSCRIBER ACCOUNTS THAT OCCUR ON OR AFTER THE EFFECTIVE DATE WRITTEN ABOVE, AND SUCH PRIOR VERSIONS (IF ANY) SHALL BE OF NO FORCE AND EFFECT WHATSOEVER WITH RESPECT TO SUCH ACTIVATIONS. FOR ACTIVATIONS OF SUBSCRIEER ACCOUNTS THAT OCCURED PRIOR TO SUCH DATE, THE CORRESPONDING PRIOR VERSION (IF ANY) CONTINUES TO APPLY.

## EXHIBIT A

## RATE CARD <br> Jerry Dean Grider DBA JSR Enterprises - Retailer \#14840916

## Primary Activation Incentive: \$175

- (The Primary Activation Incentive is payable solely in connection with the Primary Receiver (as defined below) for the applicable Residential Subscriber Account).


## Exceptions to Amount:

Free For All Promotional Program: $\mathbf{\$ 1 2 5}$
Club DISH Promotional Program: $\$ 125$
DISH Family programming package: $\$ 100$
Formers DHA 18 Promotional Program: $\$ 100$

## DHPP Enrollment Incentive: \$15

- (The DHPP Enrollment Incentive is payable solely in connection with the Primary Receiver for the applicable Residential Subscriber Account and solely in the event that such Residential Subscriber Account is eligible to enroll and actually enrolls in EchoStar's then-current DISH Home Protection Plan within 14 days of initial activation).


## DVR Incentive: \$25

- (The DVR Incentive is payable solely in the event that the applicable receiver is a model designated by EchoStar at the relevant time of determination in the Incentive Payment Structure Business Rules as eligible for the payment of a DVR Incentive).


## HD Incentive: \$50

- (The HD Incentive is payable solely in the event that the applicable receiver is a model designated by EchoStar at the relevant time of determination in the Incentive Payment Structure Business Rules as eligible for the payment of a DVR Incentive).

Monthly Residential Incentives: Payment Amount determined in accordance with the Incentive Payment Structure Business Rules.

- (The Monthly Residential Incentive is payable solely in connection with the Primary Receiver for the applicable Residential Subscriber Account and is subject to the Incentive Payment Structure Business Rules.)

Chargeback Period: 180 Days

* OE Tool activations will not accrue coop
* In the event that a Residential Subscriber Account is initially activated under a consumer promotional offer applicable to a Promotional Program named above and/or under any Promotional Program with any specific programming package named above, the amount of the Primary Activation Incentive payable in connection with such activation shall be equal to the lowest corresponding amount written above.

For the purposes of this Rate Card, the "Primary Receiver" shall mean the first receiver activated for a Residential Subscriber Account.

All capitalized terms not otherwise defined herein shall have the meanings ascribed to them in your EchoStar Retailer Agreement or the Retailer Order Entry Promotional Program Business Rules to which this Rate Card is attached, as applicable.

[^1]
## EXHIBIT 147



# From: Origer, Robb < Robb.Origer@echostar.com> <br> Sent: Wednesday, July 12, 2006 3:55 PM <br> To: Neylon, Brian <Brian.Neylon(a)echostar.com>; Carlson, Erik <br> [Erik.Carlson@echostar.com](mailto:Erik.Carlson@echostar.com); Mills, Mike < Mike.Mills@echostar.com> <br> Cc: Werner, Bruce[Bruce.Werner@echostar.com](mailto:Bruce.Werner@echostar.com) <br> Subject: Re: Calls to existing Dish Network Customers 

Give Werner any minutes or email - he can attach to their files
-----Original Message-----
From: Neylon, Brian
To: Carlson, Erik; Mills, Mike
CC: Origer, Robb
Sent: Wed Jul 12 13:17:43 2006
Subject: RE: Calls to existing Dish Network Customers

Mike,

Make sure you follow up with an e-mail documenting your conversation. We might need later.
-----Original Message-----
From: Carlson, Erik
Sent: Wednesday, July 12, 2006 12:06 PM
To: Mills, Mike; Neylon, Brian
Cc: Origer, Robb
Suhject Re: Calls to existing Dish Neiwork Customers

You should call these folks and let them know that we are seeing escalations from existing and potential customers regarding outbound telemarketing originating from india. Csrs are representing themselves as dish network, some have rude behavior and in some instances are flipping accounts. Let them know we are not going to tolerate and if they are offenders they need to clean up the act asap.

Thanks
Erik

Original Message
From: Mills, Mike
To: Carlson, Erik; Neylon, Brian
CC: Origer, Robb
Sent: Wed Jul 12 12:02:17 2006
Subject: Re: Calls to existing Dish Network Customers

Brandvein - outsourcing India call Center
Dish Pronto - owns part of the India call center
Cyberworks - wholly owns the India call center
------Original Message------
From: Carlson, Erik

To: Neylon, Brian
To: Mills, Mike
Cc: Origer, Robb

Subject: FW: Calls to existing Dish Network Customers

Do we know which OE folks are using india for outsourcing?
-----Original Message-----
From: Shah, Shefali
Scnt: Wcdncsday, July 12, 2006 9:21 AM
To: Carlson, Erik; Gotto, Mark; Origer, Robb
Cc: Sultan, Leanna; Sullivan, James; Klein, Phil; Stingley, Tom; Gonzalez, Melissa
Subject: RF: Calls to existing Dish Network Customers

Hi Everyone,
Melissa had asked me to get the phone number from which I received the call. I looked up the number yesterday and the number is -1-210-745-0568. Moreover, my husband also received a call again yesterday. However, there is no number on the call, it simply says 'Out of Area'. Most of the times, when we do get calls, the number always shows up as 'Out of Area'. Moreover, since I am from India, I can make out if the person on the other end of the line is of Indian origin from their accent. I just want to let you all know that all the calls are coming from people who are from India. So I am assuming that the calls are originating from there.

Please let me know what you find out.
Thanks,
Shcfali
------Original Message-----
From: Carlson, Erik
Sent: Tuesday, July 11, 2006 6:34 PM
To: Gotto, Mark; Shah, Shefali; Origer, Robb
Cc: Sultan, Leanna; Sullivan, James; Klein, Phil; Stingley, Tom
Subject: Re: Calls to existing Dish Network Customers

Please involve robb. These types of complaints can go to vendorinquiries@echostar.com

## Erik

-----Original Message-----
From: Gotto, Mark
To: Shah, Shefali
CC: Sultan, Leanna; Sullivan, James; Klein, Phil; Stingley, Tom; Carlson, Erik
Sent: Tue Jul 11 18:29:50 2006
Subject: FW: Calls to existing Dish Network Customers

Hi Shefali,

We will track this down. Mysclf or Jesse Braglone will contact you tomorrow and get the requircd information.

We do need more information before we can track this too much further. We are on it...

From: Sultan, Leanna
Sent: Tuesday, July 11, 2006 3:46 PM
To: Sullivan, James
Cc: Klein, Phil; Gotto, Mark; Stingley, Tom; Carlson, Erik
Subject: RE: Calls to existing Dish Network Customers

James - there should be no way that a dish network csr is making acquisition calls to existing customers. Mark, please confirm that our processes would preclude this.

Note: Sterling Satellite is an aggressive OTM retailer with Indian call centers. They call me frequently - and I've gotten them to admit that they aren't DISH Network.

Please circle back with Phil. We've received some direction on how to handle these requests. I've also asked Tom and Erik for the process on how they want to funnel these complaints go forward.

Thanks.

Leanna

From: Sullivan, James
Sent: Tuesday, July 11, 2006 3:40 PM
To: Shah, Shefali; Sullan, Leanna
Subject: RE: Calls to existing Dish Network Customers

Hey Shafali, just want to confirm that it was a DISH Network CSR and not a retailer or Sales Partner, correct? Sorry for the inconvenience, $I$ hope that I can help out in this scenario.

From: Shah, Shefali
Sent: Tuesday, July 11, 2006 1:20 PM
To: Sullivan, James; Sultan, Leanna
Subject: Calls to existing Dish Network Customers

James/Leanna,

I want to bring an important issue to your notice.

I am a Dish Network customer since Nov, 2005. However, every two weeks I receive a call from Dish Network asking me whether I have subscribed to a cable service or whether I have dish network. They call to offer me a Dish Network connection. What I fail to understand here is why the existing dish network customers are being targeted. Shouldn't the person who is calling in be aware whether the other person is an existing customer or not?

I want to escalate this issue because I have received two calls in the last two days. I just discussed this issue with my team yesterday and got a call again yesterday evening. This time I told that guy that I was already an existing customer and that I was also working at Echostar. He apologized and he said that he was not aware that I was an existing customer. He further added that he did not have a list of cxisting customers and so he was calling all the numbers that he was asked to call. I think that all these calls are being made from Hyderabad, India since we have a CSC center there. I have also talked to a few of my friends about it and they have also received similar calls. On one hand, we always talk about improving the customer experience and on the other the existing customers are being harassed by such calls. Please take a look at this issue and ensure that the existing customers do not receive such calls.

Thanks,

Shefali Shah

Echostar

720-514-5108

## EXHIBIT 148

## EXHIBIT 148

## INTENTIONALLY OMITTED

## EXHIBIT 149

From: Mills, Mike [Mike.Mills@echostar.com](mailto:Mike.Mills@echostar.com)<br>Sent: Tuesday, July 18, 2006 7:42 PM<br>To: Carlson, Erik [Erik.Carlson@echostar.com](mailto:Erik.Carlson@echostar.com); Neylon, Brian [Brian.Neylon@echostar.com](mailto:Brian.Neylon@echostar.com)<br>Cc: $\quad$ Origer, Robb $<$ Robb. Origer@echostar.com $>$; Wemer, Bruce<br>[BruceWerner@echostar.com](mailto:BruceWerner@echostar.com)<br>Subject: RE: Calls to existing Dish Network Customers

Ihave contacted the following retailers that either have call center resources or affiliates in India or of Indian decent:

\author{

* Brandvein - Allan Brandvein (Owner) <br> * DISH Pronto - Mike Trimarco (Owner) <br> * Cyberworks - Ryan Garrow (Sales Manager) <br> * VMC - Charlie Proffit (General Manager) - Affiliates not call center resources <br> * AllSat - Ben Solberg (Owner) - Affiliates not call center resources
}

The communication to each of the retailers was that we have seen escalations of existing customers calling in to file a complaint that they were contacted by a retailer of hadian decent trying to sign them up as a new subscriber. They all understand the seriousness and they have controls in place to mitigate this behavior. All have committed to working with us and providing any relevant information to ensure that this practice does not continue.

## Mike Mills

National Sales Manager
303.723 .2865
mikemils@echostar.com
-----Original Message-----
From: Carlson, Erik
Sent: Wednesday, July 12, 2006 12:06 PM
To: Mills, Mike; Neylon, Brian
Co: Origer, Robb
Subject Re: Calls to existing Dish Network Customers

You should call these folks and let them know that we are seeing escalations from existing and potential customers regarding outbound telemarketing originating from india. Csrs are representing themselves as dish network, some have nude behavior and in some instances are flipping accounts. Let them know we are not going to tolerate and if they are offenders they need to elean up the act asap.

Thanks
Erik
~...-Original Message~~...
From: Mills, Mike
To: Carlson, Erik; Neylon, Brian
CC : Origer, Robb
Sent: Wed Jul 12 12:02:172006
Subject: Re: Calls to existing Dish Network Customers

Brandvein - outsourcing India call Center
Dish Pronto - owns part of the India call center
Cyberworks - wholly owns the India call center
.-.....Original Message........
From: Carlson, Erik
To: Neylon, Brian
To: Mills, Mike
Cc: Onger, Robb
Sent: Jul 12, $200610: 58$ AM
Subject FW: Calls to existing Dish Network Customers
Do we know which OE folks are using india for outsourcing?
......Original Message......
From: Shah, Shefali
Sent: Wednesday, July 12, 2006921 AM
To: Carlson, Enk; Gotto, Mark; Origer, Robb
Ce: Sultan, Leanna; Sullivan, James; Klein, Phil; Stingley, Tom; Gonzalez, Melissa
Subject: RE: Calls to existing Dish Network Customers

Hi Everyone,
Melissa had asked me to get the phone number from which I received the call. I looked up the number yesterday and the number is -1-210-745-0568. Moreover, my husband also received a call again yesterday. However, there is no number on the call, it simply says 'Out of Area'. Most of the times, when we do get calls, the number always shows up as 'Out of Area'. Moreover, since I am from India, I can make out if the person on the other end of the line is of Indian origin from their accent. l just want to let you all know that all the calls are coming from people who are from India. So I am assuming that the calls are originating from there.

Please let me know what you find out.

Thanks,
Shefali
-...-Original Message-.....
From: Calson, Erik
Sent: Tuesday, July 11, 2006634 PM
To: Gotto, Mark; Shah, Shefal; Origer, Robb
Ce: Sultan, Leama; Sullivan, James; Klein, Phil; Stingley, Tom
Subject: Re: Calls to existing Dish Network Customers

Please involve robb. These types of complaints can go to vendorinquiries $o$ echostar com

Erik
-----Oniginal Message-----
From: Gotto, Mark
To: Shah, Shefali
CC: Sultan, Leanna; Sullivan, James; Klein, Phil; Stingley, Tom; Carlson, Erik
Sent: Tue Jul 11 18:29:50 2006
Subject: FW: Calls to existing Dish Network Customers

Hi Shefali,

We will track this down. Myself or lesse Braglone will contact you tomorrow and get the required information.

We do need more information before we can track this too much further. We are on it...

Mark

From: Sultan, Leama
Sent: Tuesday, July 11, 2006 3:46 PM
To: Sullivan, James
Cc: Klein, Phi; Gotto, Mark; Stingley, Tom; Carlson, Erik
Subject: RE: Calls to existing Dish Network Customers

James - there should be no way that a dish network csr is making acquisition calls to existing customers. Mark please confirm that our processes would preclude this.

Note: Stering Satellite is an aggressive OTM retailer with Indian call centers. They call me frequenty - and I ve gotten them to admit that they aren't DISH Network.

Please circle back with Phil. We've received some direction on how to handle these requests. I've also asked Tom and Erik for the process on how they want to funnel these complaints go forward.

Thanks.

Leanna

## From: Sullivan, James

Sent: Tuesday, July 11, $20063: 40 \mathrm{PM}$
To: Shah, Shefali; Sultan, Leanna
Subject: RE: Calls to existing Dish Network Customers

Hey Shafali, just want to confim that it was a DISH Network CSR and not a retaler or Sales Partner, correct? Sorry for the inconvenience, I hope that I can help out in this scenario.

J

From: Shah, Shefali
Sent: Tuesday, July 11, 2006 1:20 PM
To: Sullivan, James, Sultan, Leanaa
Subject: Calls to existing Dish Network Customers

Jamesileanna,

I want to bring an important issue to your notice.

I am a Dish Network castomer since Nov, 2005 . However, every two weeks I receive a call from Dish Network asking me whether I have subscribed to a cable service or whether I have dish network. They call to offer me a Dish Network connection. What fail to understand here is why the existing dish network customers are being targeted. Shouldn't the person who is calling in be aware whether the other person is an existing customer or not?

1 want to escalate this issue because I have received two calls in the last two days. I just discussed this issue with my team yesterday and got a call again yesterday evening. This time I told that guy hat I was alrody an existing customer and that I was also working at Echostar. He apologized and he said that he was not aware that I was an existing customer. He further added that he did not have a list of existing customers and so he was calling all the numbers that he was asked to call. I think that all these calls are being made from Hyderabad, India since we have a CSC center there. I have also talked to a few of my friends about it and they have also received similar calls. On one hand, we always talk about improving the customer experience and on the other the existing customers are being harassed by such calls. Please take a look at this issue and ensure that the existing customers do not receive such calls.

Thonks,

Shefali Shah

Echostar

720-514-5108

## EXHIBIT 150

## EXHIBIT 150

| From: | Origer, Robb |
| :--- | :--- |
| Sent: | Wednesday, July 19, 2006 2:00:54 PM |
| To: | Metzger, Marciedes |
| Subject: | RE: Calis to existing Dish Network Customers |

## ---Original Message.........

From: Metzger, Marciedes
Sent: Wednesday, July 19, 2006 10:06 AM
To: Sullivan, James; Origer, Robb
Cc: Bangert, Russell; Bragalone, Jesse; Sparks, Scott; Cohen, Mark
Subject: RE: Calls to existing Dish Network Customers
We need to keep in mind that ERT is a phone team and are working with a queue, we need these complaints to come in as calls transferred to ERT. I do not have the resources to field emails from all over the company. I can't pull agents from the phone to call these consumers back.

Also the process does not work as currently designed.
A big problem that I see is that once we identify that it is not Dish calling and forward what ever information we have to vender inquires and they are unable to identify a retailer, the process stops there. There are no additional efforts to investigate even when we have identified the name of the 3rd party vendor as was the case last week.

We need more aggressive investigative efforts. I think we need to meet again and determine whose responsibility that is, what tools are available and how we manage this going forward.
--Original Message--
From: Sullivan, James
Sent: Wednesday, July 19, 2006 10:01
To: Origer, Robb; Metzger, Marciedes
Cc: Bangert, Russell; Bragalone, Jesse; Sparks, Scott
Subject: RE: Calls to existing Dish Network Customers
Do we know what happeneds after this as stated by Vendor Inquires....
"I have forwarded this onto the CSC / ERT Department. All TCPA complaints should originate there to verify if Dish actually made those calls."

Robb, Marcy, can you help out?
J
-----Original Message-----
From: Bragalone, Jesse
Sent: Monday, July 17, 2006 10:13 AM
To: Sullivan, James
Cc: Sparks, Scott; Bangert, Russell
Subject: RE: Calls to existing Dish Network Customers
We actually have a fairly robust process when it comes to Outbound dialing from our owned and operated centers (including Orange). The majority of these complaints(that I have handled and tracked in the past) are caused by our retailers and other vendors contacting consumers on "our behalf."

Who can we reach out to in retail services to review the process and accountability for the vendors to follow the process?

[^2]

It appears that this is a bigger issue than expected. Scott was recently with the ERT team and he heard this frequently. Has a formalized process been established yet?
-----Original Message-----
From: Shah, Shefali
Sent: Thursday, July 13, 2006 8:47 AM
To: Vendor Inquiries; Origer, Robb; Werner, Bruce
Cc: Metzger, Marciedes; Holcomb, Elizabeth; Gotto, Mark; Sultan, Leanna; Gonzalez, Melissa; Bragalone, Jesse;
Sullivan, James; Carison, Erik; Klein, Phil; Stingley, Tom
Subject: RE: Calls to existing Dish Network Customers

Hi Everyone,
I have an update for everyone - I received a call again yesterday. The number was not being displayed, it was just saying 'Out of Area'. This time l asked the guy where he was calling from. He said that he was calling from 'Synergy Cyber Care' in Philippines. He said that they were a third party and the calls were being made from Internet. I told him that I was an existing Dish Network customer and that he should remove my number from his calling list.

Thanks,
Shefall
---Original Message-......
From: Vendor Inquiries
Sent: Thursday, July 13, 2006 7:27 AM
To: Origer, Robb; Vendor Inquinies; Werner, Bruce
Cc: Shah, Shefali; Metzger, Marciedes; Holcomb, Elizabeth
Subject: RE: Calls to existing Dish Network Customers

Thank you for your email to Vendor Inquiries.
I have forwarded this onto the CSC / ERT Department. All TCPA complaints should originate there to verify if Dish actually made those calls.

Based on the number provided, we are unable to locate a retailer with the information provided. We have tracked your information and will continue to research. The phone number is registered out of Austin, TX.

Thank you,
Lisa Vallejos
DISH Network

The contents of this electronic message and any attachments are intended only for the addressee and may contain confidential and privileged information. If you are not the addressee, you are notified that any transmission, distribution, downloading, printing or photocopying of the contents is strictly prohibited. If you have received this message in error, please notify the sender by return e-mail immediately and destroy all copies of the message and any attachments.
---Original Message--
From: Origer, Robb
Sent: Wednesday, July 12, 2006 9:24 AM
To: Vendor Inquiries; Werner, Bruce
Subject: Fw: Calls to existing Dish Network Customers
-_-Original Message -_-
From: Shah, Shefali
To: Carlson, Erik; Gotto, Mark; Origer, Robb
CC: Sultan, Leanna; Sullivan, James; Klein, Phil; Stingley, Tom; Gonzalez, Melissa
Sent: Wed Jul 12 09:20:37 2006
Subject: RE: Calls to existing Dish Network Customers

## Hi Everyone

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Shefall
---Original Message--
From: Carlson, Erik
Sent: Tuesday, July 11, 2006 6:34 PM
To: Gotto, Mark; Shah, Shefali; Origer, Robb
Cc: Sultan, Leanna; Sullivan, James; Klein, Phil; Stingley, Tom
Subject: Re: Calls to existing Dish Network Customers
Please involve robb. These types of complaints can go to vendorinquiries@echostar.com
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From: Gotto, Mark
To: Shah, Shefali
CC: Sultan, Leanna; Sullivan, James; Klein, Phil; Stingley, Tom; Carison, Erik
Sent: Tue Jul 11 18:29:50 2006
Subject: FW: Calls to existing Dish Network Customers
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To: Sullivan, James
Cc: Klein, Phil; Gotto, Mark; Stingley, Tom; Carlson, Erik
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Sent: Tuesday, July 11, 2006 3:40 PM
To: Shah, Shefali; Sustan, Leanna
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Shefall Shah
Echostar
720-514-5108


[^0]:    1 PUC SUBsT R $26.37(\mathrm{e})$ exempts calls nade in comnection with an exsting business relationship, in connection with a business retationship that has terminated, if the call was made before the later of when the number fist appeared on the no-call list, or one year, calls related to debtcollection, calls made to a business unless the business has noified the telemarketer that the business does not wish to recelve calls, or cettain calls made to a state lisensee from the Texas No-Cill List requirements.

[^1]:    Page 3 of 3, Retailer Order Entry Promotional Program Business Rules, Version 1.0 Created on 8/14/2006 11:25 AM

[^2]:    -----Original Message--...-
    From: Sullivan, James
    Sent: Monday, July 17, 2006 10:05 AM
    To: Bragalone, Jesse
    Cc: Sparks, Scott
    Subject: FW: Calls to existing Dish Network Customers

