

PURCHASE OFFER (LETTER FORM)

Date: _____

To: [Name of Vendor]
[Address of Vendor]

Dear Sirs:

The purpose of this letter is to set forth the terms of an offer by which PURCHASER will obtain rights to software referred to hereafter as the "VENDOR software" which includes, but is not limited to, the software known as _____ and the software contained in the source code in the schedule attached to this letter, owned by VENDOR. PURCHASER offers \$_____, which sum is to be paid to VENDOR upon execution by both parties of a final, definitive sales agreement, for a _____% interest in all rights to the VENDOR software subject to the following:

1. PURCHASER hereby agrees to purchase and VENDOR agrees to sell a full undivided _____ percent (____%) interest in and to the VENDOR software. VENDOR and PURCHASER will each have all rights arising out of ownership of the VENDOR software, subject to paragraphs 2 and 6 below. VENDOR affirmatively represents that no one other than VENDOR has any ownership rights in any VENDOR software and that none of VENDOR's licensees of the VENDOR software have nor will have any right to modify the VENDOR software or to develop any derivative works from the VENDOR software and that such licensees do not and shall not have access to the source code for the VENDOR software.
2. VENDOR agrees not to sell or otherwise alienate in any way the source code for the VENDOR software for a period of _____ years after the effective date of the final sales agreement. Neither PURCHASER nor VENDOR shall have any obligation to account to the other for any reason, including without limitation, for any income or expenses, however characterized, as a result of their co-ownership of the VENDOR software. Neither PURCHASER nor VENDOR will own any interest whatsoever in any modification or derivative work of the VENDOR software which is developed by the other party.
3. This agreement is expressly made subject to due diligence reviews by PURCHASER of all pertinent records, licenses, contracts and other relevant facts and documents pertaining to this transaction. This agreement is binding upon the parties hereto subject to these due diligence reviews and satisfactory resolution of any problems that may be discovered. PURCHASER's obligation to close the transaction contemplated by this agreement is subject to the due diligence conducted by PURCHASER not having caused PURCHASER to become aware of any facts relating to such transaction which, in the sole judgment of PURCHASER, make it inadvisable to proceed with such transaction. This agreement will terminate unless a final, definitive agreement containing such covenants, representations, warranties, closing conditions and other provisions as the

parties may agree is entered no later than _____. Termination of this agreement shall not release any party hereto from liability for any breach hereof.

THIS IS A 3-PAGE FORM.