



**Dolby Laboratories Inc**  
**Dolby Laboratories Licensing Corporation**  
*Signal Processing and Noise Reduction Systems*

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International Telecommunications Union  
Radiocommunications Sector  
c/o Robert W. Jones, Director  
Place des Nations  
CH-1211 Geneva 20  
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**AC-3 Intellectual Property Rights**

Dear Sir,

Dolby Laboratories Licensing Corporation (Dolby) has been engaged in licensing intellectual property rights (IPR) to manufacturers of consumer and professional audio and audio/video equipment for nearly 30 years. This letter is meant to disclose Dolby's policy with respect to licensing IPR for AC-3 technology which may be included in an ITU-R Recommendation.

Should AC-3 be included in an ITU-R Recommendation, Dolby will license any IPR it owns and which is required to implement AC-3. The license will be offered on a non-exclusive and non-discriminatory basis, at reasonable terms, to all qualified manufacturers. Dolby will not charge broadcasters or network operators when transmitting signals which correspond to the AC-3 specification.

Sincerely,

A handwritten signature in cursive script, appearing to read 'Ed A. Schummer'.

Ed A. Schummer  
Vice President, Licensing

cc: Steve Forshay  
Vice President, Engineering