On the basis of the article 176 paragraph 1 of the Copyright and Related Rights Act ("Official Herald of RS" no. 104/09, 99/11 and 119/12), (hereinafter: the Act), Managing Board of Sokoj - Serbian Music Authors' Organization, Mišarska 12-14 (hereinafter: Sokoj), is publishing

#### TARIFF

# OF REMUNERATION FOR CABLE RETRANSMISSION OF MUSIC WORKS FROM SOKOJ'S REPERTOIRE

#### Article 1

By the Tariff of remuneration for cable retransmission of music works from Sokoj's repertoire (hereinafter: the Tariff) is being determined the extent and mode of fixing remuneration for cable retransmission of music works from the repertoire of Sokoj.

#### Article 2

For use of the repertoire of Sokoj, user is obliged:

- until the 5th day of the month to deliver to Sokoj data about income from subscription which is the multiplication of monthly subscription in single offer by number of subscribers,
- until the 5th day of the month to deliver to Sokoj data about the number of subscribers (connections),
- until the 5th day of the month to deliver to Sokoj, in accordance with electronic records of retransmitted author's works, data about the names of all retransmitted channels within which author's works have been retransmitted, date of retransmission of the channel and country of origin of the broadcast,
- to pay remuneration on monthly basis according to the invoice i.e. pro forma invoice of Sokoj.

#### Article 3

Basis for calculation of remuneration for retransmission of music works from Sokoj's repertoire is the income from subscription which is calculated as multiplication of monthly subscription in single offer by number of subscribers which particular user has reported to competent authority or agency.

If the user offers package of services which besides service of cable retransmission contains also the services of telephony, internet, etc., basis for calculation of remuneration makes full cost of retransmission service of each single user.

Remuneration for retransmission amounts to 2% of the basis mentioned in the paragraph 1 of this Article.

If the user does not realize income, remuneration amounts to 2% of all costs (excl. VAT) which user has in connection with cable retransmission, regardless whether they have been paid and without deduction.

If the user does not submit necessary information, officially available information of competent authorities or agencies will be applied.

## Article 4

Remuneration for retransmission of music works from the repertoire of Sokoj may not be in any case below minimal remuneration fixed by the Tariff.

In all cases when the remuneration calculated by application of Article 3 of the Tariff is below minimal remuneration fixed by the Tariff, minimal remuneration will be applied (cable operator works without income i.e. offers services of cable retransmission by prices which are lower than those at the market).

Minimal remuneration is RSD 13,50 per subscriber.

In case that user does not deliver information about the number of subscribers, Sokoj will apply last officially published information of the competent organ or agency about the number of subscribers of that particular user and on the basis of that create obligation as advance payment.

In case that information delivered by user are different from information published by the competent organ or agency, Sokoj will, upon publishing information by the competent organ, carry out correction of the obligation of user.

The amount of minimal remuneration of RSD 13,50 has been established according to the officially published average subscription in the amount of RSD 900,00, i.e. RSD 930,00 for digital channels.

In case of an increase of the officially published average subscription, minimal remuneration fixed by this Tariff will be proportionally increased, upon publishing of the information.

### Article 5

According to this Tariff, calculated remuneration is being increased for the amount of VAT, all in line with current regulations.

### Article 6

Monthly calculation of remuneration is performed on the basis of the data submitted by the user.

In case that user does not submit data relevant for calculation of the remuneration on time, Sokoj will fix the remuneration as monthly advance payment, on the basis of:

- 1. previously submitted data by the user,
- 2. data received from state organs, agencies, etc.

Final calculation of remuneration for certain period, i.e. correction of the previous calculation for the same period, will be carried out upon delivery of information by user to competent organ or agency.

### Article 7

If the user has concluded contract with Sokoj and if within fixed time limits he:

- 1. submits correct information relevant for calculation of remuneration,
- 2. delivers correct information about number of subscribers in written form, and
- 3. effects payment of the total amount of remuneration according to the invoice, i.e, according to the pro forma invoice issued by Sokoj;

10% discount on the amount of calculated remuneration, will be approved.

#### Article 8

Tariff goes into effect on the next day upon its publishing in "Official Herald of Republic of Serbia" and will be applied from July 1, 2015 on.

By going into effect of this Tariff terminates the validity of the Tariff of remuneration collected by Sokoj on the basis of cable retransmission of music works, number 01-9966/3 of June 10, 2010 published in "Official Herald of Republic of Serbia" number 47/10) as well as the provisions of Tariff of remuneration collected by Sokoj in the part Broadcasting of music works – satellite broadcasting, Tariff class 5, tariff number 2, item 2 ("Official Herald of Republic of Serbia" number 85/07).

Number 02-2272/3 In Belgrade on June 18, 2015. President of the Managing Board Petar Stokanović, sgnd.