



Preferred Partnership Status

The Ultimate Recipient acknowledges that KBHN funding represents a significant investment in the development of the Project's Intellectual Property. As such, KBHN shall be designated as a Preferred Partner in respect to any future commercialization activities arising from the Project.

This Preferred Partner status grants KBHN, for a period of five (5) years following the Project End Date:

- a. Right of first negotiation (or right of first refusal) for participation in commercialization activities of the Project, should they be pursued;

- b. Rights to participate in future benefits in the event that KBHN further invests in the Project for commercialization purposes;

- c. Rights to be notified in writing of any qualifying funding opportunity within 60 business days of determining such an opportunity exists;

- d. Such notice shall include: a description of the funding or investment opportunity; proposed terms and conditions; and relevant timelines or deadlines;

- e. Information rights regarding commercialization plans and activities; and

- f. Consultation rights on key commercialization decisions.