

SCHEDULE 2 – FEE ALLOCATION PROVISIONS

1. Fair Share Allocation of fees

Each Aggregate Annual Fee and any Aggregate Special Fee shall be allocated amongst the Members on a fair-share allocation basis as described below ("**Fair Share Allocation**").

$$\text{Individual Member's Fee} = \text{Aggregate Fee} \times (\text{MGNI} / \text{AGNI})$$

Where:

Aggregate Fee = the amount of the Aggregate Annual Fee or Aggregate Special Fee, as applicable

MGNI = the World Bank GNI Atlas value of the individual Member

AGNI = the aggregate of the World Bank GNI Atlas values of all Members

Appendix 1 sets out the current World Bank GNI Atlas values for each nation. Appendix 1 will be revised every third 30 September, commencing 30 September 2010, with the most current World Bank GNI Atlas values then published by the World Bank. Should the World Bank discontinue the GNI Atlas values then the Management Board shall propose an alternative metric to the General Assembly for approval.

Should a nation not have a World Bank GNI Atlas value then that nation shall propose a value to the Management Board for use in place of a World GNI Atlas Bank value and shall submit the relevant economic data and supporting assumptions. The Management Board shall have absolute discretion as to the determination of the alternative value to use in place of a World Bank GNI Atlas value.

2. Fair Share Allocation of Fee Offset Balances

For purposes of clause 7.6.1, the acceptance of requests for Fee Offsets in respect of a specific Fee shall be allocated in such a manner so as to equalise, among the Members requesting Fee Offsets in respect of such specific Fee, the Fee Offset Balance divided by the World Bank GNI Atlas value of each Member, starting with the Member with the highest such ratio.

3. Initial Annual Fees of Charter Members

The Annual Fee of each Charter Member in 2007 shall be payable on 27 April 2007, or on such later date as the Management Board may specify provided that such initial Annual Fee shall in no event be due and payable prior to the execution of a definitive agreement between the Association and College of American Pathologists to transfer the SNOMED CT IP and associated Intellectual Property Rights from the College of American Pathologists to

the Association. The amount of such initial Annual Fee of each Charter Member (before application of any Fee Offsets, if any) is as set forth below:

Table 1: 2007 Annual Fee Payments

Charter Member	2007 Annual Fee
Australia	193,924
Canada	324,523
Denmark	78,628
Lithuania	7,069
The Netherlands	184,598
New Zealand	29,550
Sweden	115,171
United Kingdom	722,555
United States*	4,354,167
Total	6,010,185

*In recognition of the fees already paid by the NLM to the College of American Pathologists for the period ending 30 June 2007 under the licence agreement transferred from the College of American Pathologists to the Association, seven nineteenths (7/19) of the value of the fee set out in Table 1, shall be considered to have already been paid in cash by NLM to the Association. Unless otherwise provided in an applicable Member Contract, the balance of the United States fee (12/19) shall be payable on 1 July 2007.

4. Set-up Payment

On establishment of the Association the Charter Members will make payments to the Association as described in Table 2 to enable the Association to purchase the SNOMED CT IP from the College of American Pathologists ("**Set-up Payments**").

Table 2: Charter Member Set-up Payments

Charter Member	Set-up Payment (US Dollars)
Australia	1,100,000
Canada	785,401
Denmark	170,692
Lithuania	10,789
The Netherlands	398,343
New Zealand	107,776
Sweden	248,527
United Kingdom	5,427,741
United States	0
Total	8,249,269

5. Direct Set-Up Costs

Table 3: Direct Set-up costs

Charter Member	Description of cost items	Agreed Estimate (US Dollars)
U.K.	Swiss legal costs incurred to investigate formation of Swiss Foundation, including the cost of developing draft Deed of Foundation; U.K. legal costs incurred to draft and comment upon the Articles and other documentation; finance review of Support Services Agreement; and PCM-CAP meeting room costs in Los Angeles.	561,635.17
Denmark	Danish legal costs incurred to draft and comment on Articles and other documentation, and to provide tax advice; and any and all legal registration fees, bank fees or similar fees/expenses (including miscellaneous out of pocket expenses) incurred to form and establish the Association as a legal entity.	150,000.00

Appendix 1

World Bank GNI Atlas values

As published at <http://www.worldbank.org> in September 2005.

Country	World Bank GNI Atlas value (\$US)
Albania	6,641,208,000
Algeria	73,675,930,000
Angola	14,440,830,000
Antigua and Barbuda	800,392,000
Argentina	142,337,900,000
Armenia	3,423,703,000
Australia	541,173,500,000
Austria	262,147,400,000
Azerbaijan	7,828,371,000
Bangladesh	61,229,650,000
Belarus	20,856,440,000
Belgium	322,837,000,000
Belize	1,114,831,000
Benin	3,666,842,000
Bhutan	677,244,200
Bolivia	8,656,203,000
Bosnia and Herzegovina	7,841,470,000
Botswana	7,489,853,000
Brazil	552,096,300,000
Bulgaria	21,326,420,000
Burkina Faso	4,435,568,000
Burundi	669,446,100
Cambodia	4,429,573,000
Cameroon	13,138,250,000
Canada	905,628,500,000
Cape Verde	851,677,100
Central African Republic	1,225,836,000
Chad	2,276,813,000
Chile	78,407,490,000
China	1,676,846,000,000
Colombia	90,625,850,000
Comoros	327,567,300
Congo, Dem. Rep.	6,416,269,000
Congo, Rep.	2,973,813,000
Costa Rica	18,968,740,000
Cote d'Ivoire	13,263,430,000
Croatia	29,699,650,000
Cyprus	13,633,390,000
Czech Republic	93,154,710,000
Denmark	219,422,200,000

World Bank GNI Atlas value

Country	(\$US)
Djibouti	739,066,700
Dominica	261,183,800
Dominican Republic	18,442,810,000
Ecuador	28,782,720,000
Egypt, Arab Rep.	90,128,690,000
El Salvador	15,613,370,000
Eritrea	806,049,500
Estonia	9,434,671,000
Ethiopia	7,747,229,000
Fiji	2,280,977,000
Finland	171,023,500,000
France	1,858,731,000,000
Gabon	5,415,070,000
Gambia, The	413,693,200
Georgia	4,683,333,000
Germany	2,488,974,000,000
Ghana	8,090,398,000
Greece	183,916,900,000
Grenada	397,261,200
Guatemala	26,945,200,000
Guinea	3,681,113,000
Guinea-Bissau	250,229,000
Guyana	765,392,800
Haiti	3,380,033,000
Honduras	7,320,814,000
Hong Kong, China	183,516,000,000
Hungary	83,314,620,000
Iceland	11,199,210,000
India	674,580,300,000
Indonesia	248,006,600,000
Iran, Islamic Rep.	153,983,800,000
Ireland	137,761,300,000
Israel	118,123,500,000
Italy	1,503,562,000,000
Jamaica	7,737,844,000
Japan	4,749,910,000,000
Jordan	11,628,520,000
Kazakhstan	33,779,570,000
Kenya	14,987,320,000
Kiribati	95,048,130
Korea, Rep.	673,035,900,000
Kyrgyz Republic	2,050,307,000
Lao PDR	2,239,224,000
Latvia	12,569,510,000
Lebanon	22,668,260,000
Lesotho	1,335,951,000

World Bank GNI Atlas value

Country	(\$US)
Liberia	390,846,600
Libya	25,256,770,000
Lithuania	19,726,720,000
Luxembourg	25,301,790,000
Macedonia, FYR	4,854,931,000
Madagascar	5,181,221,000
Malawi	1,922,145,000
Malaysia	117,132,200,000
Maldives	752,442,500
Mali	4,334,956,000
Malta	4,913,202,000
Marshall Islands	142,084,000
Mauritania	1,210,344,000
Mauritius	5,730,178,000
Mexico	703,080,100,000
Micronesia, Fed. Sts.	251,907,100
Moldova	2,563,420,000
Mongolia	1,484,228,000
Morocco	46,517,850,000
Mozambique	4,709,901,000
Namibia	4,813,463,000
Nepal	6,538,012,000
Netherlands	515,147,600,000
New Zealand	82,464,930,000
Nicaragua	4,452,097,000
Niger	2,836,014,000
Nigeria	53,982,560,000
Norway	238,398,000,000
Pakistan	90,662,790,000
Palau	137,309,700
Panama	13,467,940,000
Papua New Guinea	3,262,392,000
Paraguay	6,752,418,000
Peru	65,042,940,000
Philippines	96,929,830,000
Poland	232,397,700,000
Portugal	149,789,700,000
Romania	63,909,860,000
Russian Federation	487,334,700,000
Rwanda	1,875,023,000
Samoa	333,216,900
Sao Tome and Principe	60,076,090
Saudi Arabia	242,179,800,000
Senegal	6,967,273,000
Serbia and Montenegro	21,714,750,000
Seychelles	684,831,400

World Bank GNI Atlas value

Country	(\$US)
Sierra Leone	1,112,714,000
Singapore	104,993,600,000
Slovak Republic	34,906,950,000
Slovenia	29,554,530,000
Solomon Islands	260,317,300
South Africa	165,326,300,000
Spain	875,817,500,000
Sri Lanka	19,618,080,000
St. Kitts and Nevis	357,004,100
St. Lucia	705,540,000
St. Vincent and the Grenadines	395,776,000
Sudan	18,151,570,000
Suriname	996,704,600
Swaziland	1,859,002,000
Sweden	321,401,200,000
Switzerland	356,051,900,000
Syrian Arab Republic	21,124,930,000
Taiwan	331,067,129,856
Tajikistan	1,779,256,000
Tanzania	11,560,490,000
Thailand	158,703,400,000
Timor-Leste	506,063,100
Togo	1,868,426,000
Tonga	186,242,100
Trinidad and Tobago	11,359,840,000
Tunisia	26,301,270,000
Turkey	268,741,100,000
Turkmenistan	6,615,419,000
Uganda	6,911,251,000
Ukraine	60,296,500,000
United Kingdom	2,016,393,000,000
United States	12,150,930,000,000
Uruguay	13,414,320,000
Uzbekistan	11,859,850,000
Vanuatu	287,493,600
Venezuela, RB	104,957,600,000
Vietnam	45,081,910,000
Yemen, Rep.	11,217,680,000
Zambia	4,747,551,000