

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 |

World Bank GNI Atlas value

| Country | (\$US) |
|--------------------|-------------------|
| 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 |
| 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 |

World Bank GNI Atlas value

| Country | (\$US) |
|-----------------------|-------------------|
| 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 |
| 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 |

World Bank GNI Atlas value

| Country | (\$US) |
|--------------------------------|-----------------|
| 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 |
| 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 |

World Bank GNI Atlas value

| Country | (\$US) |
|---------------------|--------------------|
| 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 |