

RESEARCH AGREEMENT

THIS AGREEMENT effective this ___ day of January, 2000, by and between _____ (hereinafter "Sponsor") and the REGENTS OF THE UNIVERSITY OF MICHIGAN, a non-profit educational institution (or its agent) of the State of Michigan (hereinafter "University").

WHEREAS, the research program contemplated by this Agreement is of mutual interest and benefit to University and to Sponsor, will further the instructional and research objectives of University in a manner consistent with its status as a non-profit, tax-exempt, educational institution, and may derive benefits for both Sponsor and University through inventions, improvements, or discoveries;

NOW, THEREFORE, in consideration of the promises and mutual covenants herein contained, the parties hereto agree to the following:

ARTICLE 1 - DEFINITIONS

As used herein, the following terms shall have the following meanings:

1.1 "Project" shall mean the description of the project identified as DRDA 00-_____ which is entitled _____ and which shall be performed under the direction of _____ as Project Director.

1.2 "Contract Period" is from _____, 2000, through _____, unless earlier terminated pursuant to this Agreement.

ARTICLE 2 - RESEARCH WORK

2.1 University shall use reasonable efforts to perform such Project substantially in accordance with the terms and conditions of this Agreement.

2.2 In the event that the Project Director becomes unable or unwilling to continue Project, and a mutually acceptable substitute is not available, University or Sponsor shall have the option to terminate said Project upon thirty days written notice.

ARTICLE 3 - REPORTS AND CONFERENCES

3.1 Written preliminary reports shall be provided by University to Sponsor periodically as described in the Project and a final report shall be submitted by University at the conclusion of the Contract Period.

3.2 During the term of this Agreement, representatives of University may meet with representatives of Sponsor at times and places mutually agreed upon to discuss the progress and results as well as ongoing plans, or changes therein, of Project to be performed hereunder.

ARTICLE 4 - COSTS, BILLINGS AND OTHER SUPPORT

4.1 It is agreed that total costs to Sponsor hereunder shall not exceed _____ (\$_____). Payment shall be made by Sponsor within thirty (30) days of receipt of monthly invoices for actual charges incurred by the University.

4.2 University shall retain title to any equipment purchased with funds provided by Sponsor under this Agreement.

4.3 In the event of early termination of the Project by Sponsor pursuant to this Agreement, Sponsor shall pay all costs accrued by University as of the date of termination, including non-cancelable obligations, fellowships or postdoctoral associate appointments called for in Project, incurred prior to the effective date of termination. After termination, any obligation of Sponsor for fellowships or postdoctoral associates shall end no later than the end of University's academic year during which termination occurs.

ARTICLE 5 - RIGHTS IN INFORMATION

5.1 All rights and title to information and data ("Information") developed by the University in performance of the Project shall belong to University and shall be subject to the terms and conditions of this Agreement.

5.2 Sponsor shall have the right to use such Information which is provided to Sponsor under the Project in any manner it deems appropriate without any payment to University for such use.

5.3 Sponsor obtains no rights under this Agreement to patents or other technologies, including computer software, held by University.

ARTICLE 6 - PUBLICITY

Sponsor will not use the name of University, nor of any member of University's Project staff, in any promotional activity, advertising or news release without the prior written approval of an authorized representative of University. University will not use the name of Sponsor, nor any employee of Sponsor, in any promotional activity, advertising or news release without the prior written approval of Sponsor. Nothing herein shall restrict the either party's right to disclose the existence of this Agreement, the identity of the parties, and the nature and scope of the Project.

ARTICLE 7 - CONFIDENTIALITY

7.1 Each party shall use that care which it uses to protect its own confidential information not to disclose to any third party any information or data provided by the other party in connection with the project and the Protocol which is marked by the Disclosing Party as confidential or with a similar legend, or which is reduced to writing within 30 days after disclosure and designated as confidential ("Confidential Information"). Such confidentiality obligation shall be observed during the performance of the Project and for a period of five (5) years following the termination or expiration date of this Agreement. Confidential Information shall be returned to the Disclosing Party to the extent possible upon completion by University of its obligations under this agreement or upon demand.

7.2 The obligation to protect the other party's Confidential Information shall not apply to any information that is (1) already in the possession of, or is independently developed by, University as evidenced by written record, (2) is or becomes publicly available other than through breach of University's confidentiality obligations, (3) is received by University from a third party without either knowledge of origination in sponsor or obligation of confidence, (4) is released for disclosure by Sponsor with its written consent, or (5) is required to be disclosed by law, regulation or court order.

ARTICLE 8 - PUBLICATIONS

Sponsor recognizes that under University policy, the results of University Project must be publishable and agrees that researchers engaged in Project shall be permitted to present at symposia, national, or regional professional meetings, and to publish in journals, theses or dissertations, or otherwise of their own choosing, methods and results of Project, provided, however, that Sponsor shall have been furnished copies of any proposed publication or presentation at least thirty (30) days in advance of the submission of such proposed publication or presentation to a journal, editor, or other third party for review and comment.

ARTICLE 9 - TERM AND TERMINATION

9.1 This Agreement shall become effective upon the date first written above and shall continue in effect for the full duration of the Contract Period. The parties hereto may, however, extend the term of this Agreement for additional periods as desired under mutually agreeable terms and conditions which the parties reduce to writing and sign. Either party may terminate this agreement upon ninety days prior written notice to the other.

9.2 In the event that either party commits any breach of or default in any of the terms or conditions of this Agreement, and fails to remedy such default or breach within thirty (30) days after receipt of written notice thereof from the other party, the party giving notice may, at its option and in addition to any other remedies which it may have at law or in equity, terminate this Agreement by sending notice of termination in writing to the other party. Such termination shall be effective as of the date of the receipt of such notice.

9.3 No termination of this Agreement, however effectuated, shall release the parties from their rights and obligations accrued prior to the effective date of termination.

ARTICLE 10 - INDEPENDENT CONTRACTOR

10.1 University shall be deemed to be and shall be an independent contractor and as such University shall not be entitled to any benefits applicable to employees of Sponsor.

10.2 Neither party is authorized or empowered to act as agent for the other for any purpose and shall not on behalf of the other enter into any contract, warranty or representation as to any matter. Neither shall be bound by the acts or conduct of the other.

ARTICLE 11 - INSURANCE AND INDEMNIFICATION

11.1 University warrants and represents that University has adequate liability insurance, such protection being applicable to officers, employees, and agents while acting within the scope of their employment by University. University has no liability insurance policy as such that can extend protection to any other person.

11.2 Each party hereby assumes any and all risks of personal injury and property damage attributable to the negligent acts or omissions of that party and the officers, employees and agents thereof.

11.3 Sponsor understands that the University is an educational institution created under Article 8, Section 5 of the Michigan Constitution and operated pursuant to authority conferred by the State of Michigan. As a state institution the University is prohibited from lending the credit of the state pursuant to Article 9 of the Michigan Constitution. Sponsor acknowledges that this Agreement does not confer upon Sponsor any right of or claim for indemnification by the University, either express or implied.

ARTICLE 12 - NOTICES

Notices hereunder shall be deemed made if given by registered or certified envelope, postage prepaid, and addressed to the party to receive such notice at the address given below, or such other address as may hereafter be designated by notice in writing:

If to Sponsor:

If to University:

University of Michigan
Office of Contract Administration
3003 South State
Ann Arbor, MI 48109-1274
ATTN: Elaine Brock or Peter Gerard

ARTICLE 13 - GOVERNING LAW

This Agreement shall be governed and construed in accordance with the laws of the State of Michigan.

ARTICLE 14 - ASSIGNMENT

14.1 This Agreement shall not be assigned by either party without the prior written consent of the parties hereto.

14.2 This Agreement is assignable to any division of Sponsor, any majority stockholder of Sponsor, or any subsidiary of Sponsor in which fifty-one percent of the outstanding stock is owned by Sponsor.

ARTICLE 15 - AGREEMENT MODIFICATION

Any agreement to change the terms of this Agreement in any way shall be valid only if the change is made in writing and approved by mutual agreement of authorized representatives of the parties hereto.

AGREED TO:

SPONSOR

THE REGENTS OF THE
UNIVERSITY OF MICHIGAN

By _____	By _____
Typed Name _____	Typed Name <u>Peter J. Gerand</u>
Title _____	Title <u>Manager, Office of Contract Admin.</u>