

North Carolina Regional MLS, LLC Participant Agreement

This AGREEMENT is made and entered into by North Carolina Regional MLS, LLC ("NCRMLS"), with offices at P.O. Box 7097, Jacksonville, NC 28540; and _____ ("Firm Participant"), with offices at _____.

DEFINITIONS AND USAGE.

1. **Definitions.** For purposes of this Agreement, the following terms shall have the meanings set forth below.

Individual Participants: With regard to each office of Firm Participant, the individual responsible for Firm Participant's conduct under NCRMLS Policies that is a "participant" as that term is defined in the NCRMLS Policies.

NCRMLS Affiliates: NCRMLS Affiliates means NCRMLS and its officers, Managers, employees, agents, representatives, licensors and shareholders.

NCRMLS Database: All data available to Firm Participant on the NCRMLS System, including the Participant Contribution and all other text, binary, and photographic image data, in any form now known or hereafter discovered.

NCRMLS Policies: NCRMLS's then current bylaws, rules and regulations, and policies and procedures adopted by NCRMLS's board of managers or authorized delegates, as NCRMLS amends them from time to time.

NCRMLS Service: The services NCRMLS provides to Firm Participant under this Agreement and similar services NCRMLS provides to third parties under similar agreements, including any access or license to the NCRMLS Software, the NCRMLS Database, and the NCRMLS System.

NCRMLS Software: NCRMLS's proprietary web browser interface(s) to the NCRMLS System.

NCRMLS System: The aggregate of all hardware and telecommunications systems that NCRMLS maintains, or that NCRMLS contractors maintain on its behalf, in order to make access to the NCRMLS Database available to Firm Participant.

Other Participants and Subscribers: All Participants and Subscribers of NCRMLS not party to this Agreement.

Participant Contribution: All data that the Subscribers submit, contribute, or input in the NCRMLS System, including text, photographs, images, and other materials, in any form now known or hereafter discovered.

Saved Information: Information that Subscribers store in the NCRMLS System for their own later use that is not intended by them to be available to Other Participants and Subscribers, including client prospect and contact information.

Schedule of Fees: NCRMLS's document that establishes the fees for NCRMLS Service.

Subscribers: Firm Participant's employees, contractors, salespeople, and assistants (whether licensed or unlicensed as real estate agents or appraisers).

2. **Usage.** The following usages apply to any interpretation or construction of this Agreement, unless the context clearly indicates otherwise.

(a) Wherever the term "including" is used, it means "including, but not limited to."

(b) The singular and plural numbers and masculine, feminine, and neuter genders of words are fully interchangeable.

(c) Wherever the term "law" is used, it means all statutes, regulations, and case law, both state and federal, as they are amended. Without limiting the generality of the foregoing, "law" expressly includes all state and federal fair housing statutes and regulations.

NCRMLS'S OBLIGATIONS.

3. Subject to the terms and conditions of this Agreement and the NCRMLS Policies, NCRMLS shall provide one unique user ID and password to each of the Subscribers that is authorized to obtain access to the NCRMLS service by virtue

of this Agreement or another license agreement; and Individual Participants for which Firm Participant is responsible shall have all rights and obligations of a participant in NCRMLS as set forth in the NCRMLS Policies. The user ID and password will provide Individual Participants access to all data and functions in the NCRMLS Service to which Individual Participants are entitled under the NCRMLS Policies. NCRMLS makes no warranties, however, that the NCRMLS Service will be available at all times.

FIRM PARTICIPANT ACKNOWLEDGMENTS.

4. **Modifications to service.** NCRMLS may, but is not required to, modify the NCRMLS Service, including removing information and making additional information available, and adding and removing system functions. Certain products and services made available in conjunction with the NCRMLS Service may be subject to agreements other than this Agreement and may require payment of additional fees.

5. **Editorial control.** NCRMLS is not required to, and assumes no responsibility to, review, edit, or exercise editorial control over the NCRMLS Database or the Participant Contribution; use of either is subject to the exclusions of warranties and limitations of liabilities set forth in this Agreement. The foregoing notwithstanding, NCRMLS may take any steps necessary in its judgment, including deleting the Participant Contribution or portions thereof, to avoid or remedy any violation of law, breach of the NCRMLS Policies or infringement of intellectual property right.

6. **Conditions of service.** Firm Participant must at all times have an Individual Participant designated for each office. Firm Participant shall ensure that at all times Individual Participants for which Firm Participant is responsible under this Agreement satisfy the prerequisites for participation in the NCRMLS Service. The prerequisites are set out in the NCRMLS Policies; at present, they include a requirement that Individual Participants either (a) hold a real estate broker's license, be actively engaged in real estate brokerage, and offer and receive offers of compensation from other brokerage firms; or (b) be licensed or certified by an appropriate regulatory agency to engage in the appraisal of real property. Individual Participants must maintain active membership in a REALTOR® association at all times during the term of this Agreement. Subscribers may enter and retrieve active listing information on the NCRMLS Service only if Firm Participant offers compensation to or accepts compensation from other principal brokers.

7. **Saved Information.** Saved Information may not always be available to Firm Participant and may become available to unauthorized persons. NCRMLS is not liable for unauthorized access to or loss of Saved Information. Firm Participant is responsible for retention of any information that may be necessary to reconstruct Saved Information if it is lost or destroyed.

8. **Disclosure to third parties.** NCRMLS reserves the right to distribute to third parties certain information about Firm Participant, including Firm Participant's and Individual Participants' names and business addresses, phone numbers and email addresses. NCRMLS reserves the right to distribute to third parties aggregated information about Firm Participant's, Individual Participants, and Other Participants' and Subscribers' use of the NCRMLS Service, but not about Firm Participant's or Individual Participants' use specifically.

9. **Disclosure to government.** Firm Participant acknowledges that NCRMLS may provide government agencies access to the NCRMLS Service at any time in NCRMLS's sole discretion.

10. **Priority of agreements.** Firm Participant must enter into this Agreement before any Subscriber may obtain access to the NCRMLS Service.

11. **If Firm Participant is an appraisal firm,** Firm Participant acknowledges that certain information in the NCRMLS Database, including information about listings currently for sale, may be withheld from Firm Participant and Individual Participants pursuant to the NCRMLS Policies.

12. **IDX and VOW data access subject to separate agreement.** Firm Participant acknowledges that access to NCRMLS's IDX or VOW database and

data feeds can occur only subject to a separate written agreement between NCRMLS, Firm Participant and Subscriber, as applicable.

FIRM PARTICIPANT'S OBLIGATIONS.

13. **Use limited.** Firm Participant shall use the NCRMLS Service solely for the purpose of selling, listing, leasing, valuing, and appraising real estate, strictly as permitted by the NCRMLS Policies. Except as expressly provided in this Agreement and the NCRMLS Policies, Firm Participant shall not copy, create derivative works of, distribute, perform, or display the NCRMLS Service or any part of it, except the Participant Contribution.

14. **Confidentiality.** Firm Participant shall maintain the confidentiality of its user ID and password. NCRMLS issues each Subscriber a separate ID and password, and Participant must not facilitate sharing of passwords among Subscribers. Firm Participant shall ensure that the Subscribers maintain the confidentiality of their user IDs and passwords and that no one but authorized Subscribers obtains access to the NCRMLS Service or any part of it. To maintain the confidentiality of all user IDs, passwords, the NCRMLS Database, and the NCRMLS System, Firm Participant shall take the greater of reasonable care or the care it takes to protect its own confidential information. Failure to comply with this provision will result in a significant fine, as set forth in the NCRMLS Policies. Firm Participant may disclose information confidential under this Agreement if, and to the extent, the order of a court or other tribunal with jurisdiction requires disclosure; provided however, the disclosing Firm Participant first gives reasonable notice to NCRMLS to permit NCRMLS to seek a protective order.

15. **Equipment.** Firm Participant shall acquire and maintain all personal computers, modems, data connections, and computer software, other than the NCRMLS Software, necessary for Participant's use of the NCRMLS Service.

16. **Participant Contribution.** With regard to any Subscriber making a Participant Contribution to the NCRMLS Service, Firm Participant warrants that the information submitted complies with the NCRMLS Policies in all respects, including with regard to (a) required data fields; (b) format of submission; (c) permitted and required listing types; and (d) procedures for submission. Firm Participant warrants that the Participant Contribution does not infringe or violate any patents, copyrights, trademarks, trade secrets or other proprietary rights of any third party; and that there is no claim, litigation or proceeding pending or threatened with respect to the Participant Contribution.

17. **Subscriber agreements.** Firm Participant shall ensure that each Subscriber who will have access to the NCRMLS System or NCRMLS Database, enters into a Subscriber agreement with NCRMLS. Firm Participant is liable for all fees due under each Subscriber agreement.

18. **Subscriber supervision.** Firm Participant shall ensure that all Subscribers comply at all times with the NCRMLS Policies and with applicable laws. Firm Participant is liable for any Subscriber's breach of any agreement between the Subscriber and NCRMLS relating to the NCRMLS Service or violation of any of the NCRMLS Policies as if Firm Participant had committed it.

19. **List of Subscribers.** Firm Participant shall ensure NCRMLS, through its Member Associations has a current list of all of Subscribers; Firm Participant shall inform NCRMLS in writing of any change in the Subscribers within 24 hours of the change.

20. **Accurate information.** Firm Participant warrants that the Subscribers have used and will use reasonable care to ascertain the accuracy of the Participant Contribution and its compliance with all laws. Firm Participant shall ensure that any changes to the Participant Contribution are made on the NCRMLS System within such time as NCRMLS shall provide in the NCRMLS Policies. Pursuant to the NCRMLS Policies, Firm Participant shall provide to NCRMLS all documentation NCRMLS requests of Firm Participant to ascertain Firm Participant's compliance with this Agreement.

INTELLECTUAL PROPERTY.

21. Election regarding copyrights in Participant Contributions.

When you put listing and related information into the North Carolina Regional MLS, LLC (NCRMLS) System you choose, classify, categorize, order, and group material or data. In copyright-law terms, you are "selecting," "coordinating," and "arranging" this information, and these acts are components of a "compilation copyright." Pursuant to NCRMLS's policies, NCRMLS owns the compilation

copyright in the NCRMLS databases. Consequently, as a condition of accessing the NCRMLS System, you must agree as witnessed by your signature, that your provision of selection, coordination, and arrangement to the NCRMLS System is a work made for hire under the Copyright Act of 1976. If for any reason it cannot be provided as a work made for hire, you agree to assign your selection, coordination, and arrangement in the NCRMLS System to NCRMLS. Your agreement that selection, coordination, and arrangement is a work for hire or to assign the same in the event it is not provided as a work for hire, does not change ownership of the original text (like public remarks), photographs, or videos that you create for your listings.

Firm Participant must elect from the following options. If no election is indicated, or if both options are checked, then Participant is deemed to have selected Option 2.

OPTION I

(a) **Assignment from Participant.** Firm Participant hereby unconditionally assigns to NCRMLS all right, title and interest in the Participant Contribution, including, without limitation, any copyrights therein under U.S. and international copyright law; Firm Participant warrants that it has the authority to make this assignment. Firm Participant acknowledges that once it has made the election agreeing to this section, all copyrights in all portions of the Participant Contribution, whether submitted prior to or after executing this Agreement, shall irrevocably vest in NCRMLS.

(b) **NCRMLS Obligations.** NCRMLS hereby grants to Firm Participant a non-exclusive, perpetual, world-wide, royalty-free, license to reproduce, prepare derivative works of, distribute, display, perform and license (including sublicenses through multiple tiers) the Participant Contribution and those portions of the NCRMLS Database relating to Firm Participant's listings. NCRMLS shall make quarterly registrations of the NCRMLS's copyrights in the NCRMLS Database; NCRMLS shall employ reasonable efforts to detect and hinder third parties using the Participant Contribution without Firm Participant's permission.

OPTION II

(a) **License from Participant.** Firm Participant hereby grants to NCRMLS a non-exclusive, perpetual, world-wide, transferable, royalty-free, license to reproduce, prepare derivative works of, distribute, display, perform and license (including sublicenses through multiple tiers) the Participant Contribution. Firm Participant warrants that it has the authority to grant this license.

(b) **NCRMLS has no obligations to protect.** Firm Participant acknowledges that: (i) NCRMLS makes no grant of license or assignment to Firm Participant of any rights in the NCRMLS Database except as set forth in paragraph 22; (ii) NCRMLS will make no effort to register the copyrights in the Participant Contribution, and Firm Participant will be responsible for all costs and efforts associated with registration; (iii) timely copyright registration is a prerequisite to suing a copyright infringer, and is necessary in order to obtain certain remedies available under the U.S. Copyright Act; (iv) **NCRMLS will employ no efforts whatsoever to detect or hinder third parties using the Participant Contribution without Firm Participant's permission;** (v) NCRMLS will make no effort to secure for Firm Participant the right to use copyright works created by Subscribers or third parties.

22. **Other licenses.** NCRMLS hereby grants Firm Participant a personal, non-exclusive, non-transferable, and royalty-free license during the term of this Agreement to use the NCRMLS Software and the NCRMLS Database (excluding the Participant Contribution) (collectively, the "Licensed Materials"), only to the extent expressly permitted by this Agreement and the NCRMLS Policies and only to deliver real estate brokerage or appraisal services to Firm Participant's bona fide customers. All uses of the Licensed Materials not expressly authorized in this Agreement and the NCRMLS Policies are prohibited. Title to the Licensed Materials remains at all times in NCRMLS and shall not pass to Firm Participant.

23. **Further Participant warranty.** Firm Participant warrants that (a) the Participant Contribution does not infringe on the copyright or other intellectual property rights of any third party; and (b) Firm Participant has the written consent of any party necessary to provide the Participant Contribution to NCRMLS.

24. **Limitations on use by NCRMLS.** NCRMLS agrees during the term of this Agreement not to license or distribute the Participant Contribution to any third party that is not a real estate brokerage or appraisal subscriber to the NCRMLS Service if Firm Participant has indicated in writing its desire to withhold the Participant Contribution from such third party after NCRMLS has provided notice of its intention to provide the Participant Contribution to the third party. For purposes of the previous sentence, brokers participating in any MLS in a data sharing relationship with NCRMLS that includes an offer of interbroker compensation are subscribers to the NCRMLS Service.

FEES AND PAYMENT TERMS.

25. **Applicable fees.** Firm Participant shall pay the fees set forth in it's Member Associations' official Schedule of Fees, which it's Member Association may amend at any time subject to the terms of Paragraph 29.

26. **Payment terms.** Firm Participant shall pay the fees according to the terms set out in the it's Member Association's Policies.

27. **No refunds.** The Member Association need not refund or pro-rate fees in the event of termination or suspension of this Agreement unless the Member Associations' Policies provide otherwise. Initiation fees, if any, are not refundable.

28. **Taxes.** All fees for the NCRMLS Service are exclusive of federal, state, municipal or other governmental excise, sales, value-added, use, personal property and occupational taxes, excises, withholding obligations and other levies now in force or enacted in the future and, accordingly, Firm Participant shall pay all such taxes and levies other than any tax or levy on the net income of it's Member Association.

29. **Fee increases.** The Member Association may amend the Schedule of Fees at any time at its sole discretion. The Member Association shall provide written notice to Participant at least thirty days in advance of the effective date of any fee increase. If Participant objects to the increase, Participant may terminate this Agreement by written notice to NCRMLS at any time before the effective date of the increase.

30. **Fines.** NCRMLS' Member Associations may collect fines from Firm Participant and from Individual Participants for violation of the NCRMLS Policies by Firm Participant, Individual Participant and Subscribers. Payment terms for fines are set out in the Member Associations' Policies. The Member Association may amend its schedule of fines and terms for collecting them at its sole discretion at any time.

TERM AND TERMINATION.

31. **Term.** This Agreement shall commence upon the Effective Date set forth below and shall continue thereafter on a month-to-month basis until terminated.

32. **Termination for breach.** Either party may terminate this Agreement in the event that the other party has not performed any material obligation or has otherwise breached any material term of this Agreement. Any such termination shall become effective upon the expiration of three days after written notice to the breaching party if the breach or nonperformance has not then been remedied.

33. **Termination for breach of NCRMLS Policies.** Paragraph 32 notwithstanding, NCRMLS may terminate this Agreement if Firm Participant fails to comply with the NCRMLS Policies; if Firm Participant violates or is alleged to have violated the NCRMLS Policies, this Agreement shall not be terminated in accordance with the terms of this section until any hearing or appeal rights of Firm Participant have expired as provided in the NCRMLS Policies. If in NCRMLS's judgment, however, a violation or alleged violation of the NCRMLS Policies is resulting in a continuing harm to NCRMLS or Other Participants or Subscribers, NCRMLS may suspend Firm Participant's access to the NCRMLS Database during the pendency of any hearing or appeal.

34. **Termination for failure to pay.** In the event Firm Participant fails to pay any fees required under this Agreement, NCRMLS may terminate service

without being subject to arbitration. In its sole discretion, NCRMLS may suspend its performance under this Agreement rather than terminating it, in the event that Firm Participant fails to pay any fees required under this Agreement.

35. **Termination without breach.** Either party may terminate this Agreement with or without cause, upon thirty days' written notice to the other party.

36. **Events upon termination.** Promptly upon any termination or expiration of this Agreement, (a) NCRMLS shall deactivate Firm Participant's and Individual Participants' user ID and password, and Firm Participant and Individual Participants shall have no further access to the NCRMLS Service; (b) Firm Participant shall purge all copies of the NCRMLS Software and the NCRMLS Database (except the Participant Contribution) from Firm Participant's personal computers, and shall cause Individual Participants and Subscribers to do the same; and (c) all licenses granted hereunder, except the license to the Participant Contribution in Paragraph 21 Option I(b) and Paragraph 21 Option II(a), if any, shall immediately terminate.

37. **Effect on Subscribers.** In the event of any termination or suspension of this Agreement, upon NCRMLS notice to Subscriber, NCRMLS may in its sole discretion suspend Subscriber access to NCRMLS System or terminate Subscriber license and access agreements. If NCRMLS does not exercise its right to suspend Subscriber access to the NCRMLS System or terminate Subscriber license and access agreements, the Subscriber license and access agreement shall continue in force with the intellectual property option selected by Firm Participant in the terminated agreement.

DISCLAIMER, LIMITATION OF LIABILITY, AND INDEMNIFICATION.

38. **DISCLAIMER OF WARRANTIES.** NCRMLS PROVIDES THE NCRMLS SERVICE AND ALL COMPONENTS OF IT ON AN "AS IS," "AS AVAILABLE" BASIS. USE OF THE NCRMLS SERVICE AND THE INFORMATION AVAILABLE THROUGH THE NCRMLS SERVICE ARE AT THE SOLE RISK OF FIRM PARTICIPANT. THE NCRMLS AFFILIATES DO NOT WARRANT THAT THE NCRMLS SERVICE WILL BE UNINTERRUPTED OR ERROR-FREE, AND THE NCRMLS AFFILIATES MAKE NO WARRANTY AS TO THE ACCURACY, COMPLETENESS, CURRENCY, OR RELIABILITY OF ANY INFORMATION AVAILABLE THROUGH THE NCRMLS SERVICE. THE NCRMLS AFFILIATES EXPRESSLY DISCLAIM ANY AND ALL WARRANTIES WITH RESPECT TO THE NCRMLS SERVICE AND THE INFORMATION AVAILABLE THROUGH THE NCRMLS SERVICE, INCLUDING THE IMPLIED WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE. The NCRMLS Service may contain hyperlinks to web sites operated by parties other than NCRMLS; NCRMLS does not control such web sites, is not responsible for their contents, does not endorse the sites or contents, and may have no relationship with the sites' operators.

39. **LIMITATIONS AND EXCLUSIONS OF LIABILITY.** NONE OF THE NCRMLS AFFILIATES SHALL BE LIABLE TO FIRM PARTICIPANT OR ANYONE ELSE FOR ANY INDIRECT, INCIDENTAL, SPECIAL, OR CONSEQUENTIAL DAMAGES THAT RESULT FROM THE USE OF, OR INABILITY TO USE, THE NCRMLS SERVICE, INCLUDING RELIANCE BY ANY SUBSCRIBER ON ANY INFORMATION OBTAINED THROUGH USE OF THE NCRMLS SERVICE; MISTAKES, OMISSIONS, DELETIONS OR DELAYS IN TRANSMISSION OF SUCH INFORMATION; INTERRUPTIONS IN DATA CONNECTIONS TO THE NCRMLS SERVICE; AND VIRUSES OR FAILURES OF PERFORMANCE; WHETHER CAUSED IN WHOLE OR PART BY NEGLIGENCE, ACTS OF GOD, DATA CONNECTION FAILURE, OR THEFT OF, DESTRUCTION OF, OR UNAUTHORIZED ACCESS TO THE NCRMLS SERVICE AND RELATED INFORMATION, RECORDS AND PROGRAMS.

40. **MAXIMUM AGGREGATE LIABILITY.** IN NO EVENT SHALL NCRMLS BE LIABLE TO FIRM PARTICIPANT FOR ANY AMOUNT IN EXCESS OF THE GREATER OF (A) THE FEES PARTICIPANT HAS PAID NCRMLS, IF ANY, IN THE YEAR IMMEDIATELY PRECEDING THE FIRST EVENT GIVING RISE TO ANY CLAIM FOR DAMAGES; OR (B) \$100.

41. **Indemnification.** Firm Participant shall defend, indemnify and hold the NCRMLS Affiliates and Other Participants and Subscribers harmless from and against any and all liability, damages, loss or expense (including reasonable fees of attorneys and other professionals) in any claim, demand, action or proceeding

initiated by any third-party against the NCRMLS Affiliates or Other Participants and Subscribers arising from any acts of Subscribers, including (a) putting inaccurate information into the NCRMLS Service; (b) making unauthorized use of Subscriber's password; (c) making unauthorized use of the NCRMLS Database; (d) infringing any proprietary or contract right of any third party; (e) breaching any warranty under this Agreement; and (f) violating this or any other Agreement or any law.

42. Acknowledgment. Firm Participant acknowledges that NCRMLS has set its fees and other charges in reliance on the disclaimers of warranty and limitations and exclusions of liability set forth in this Agreement and that the same form an essential basis of the bargain between the parties.

DISPUTES AND REMEDIES.

43. Injunctive relief. Firm Participant acknowledges and agrees that the NCRMLS Software and NCRMLS Database are confidential and proprietary products of NCRMLS and that in the event there is an unauthorized disclosure of them by Firm Participant, no remedy at law will be adequate. Firm Participant therefore agrees that in the event of such unauthorized disclosure of NCRMLS Software or NCRMLS Database, NCRMLS may obtain injunctive relief or other equitable remedies against Participant in addition to all available remedies at law, without any showing of actual damages or posting any bond or security of any kind.

44. Dispute resolution. In the event NCRMLS claims that Firm Participant has violated the NCRMLS Policies, NCRMLS may, at its option, resolve such a claim according to the disciplinary procedures set out in the NCRMLS Policies, provided MLS does not also base a claim that Firm Participant has breached this Agreement on the same facts. Except as provided in this paragraph and in Paragraph 34, any controversy or claim arising out of or relating to this Agreement, or the breach thereof, shall be settled by arbitration administered by the American Arbitration Association ("AAA") under its Commercial Arbitration Rules, including the Expedited Procedures where applicable, the Optional Procedures for Large Complex Commercial Disputes where applicable, and the Optional Rules for Emergency Measures of Protection (collectively, the "Arbitration Rules"). Judgment on the award rendered by the arbitrator may be entered in any court having jurisdiction over the parties. Unless all parties to the dispute agree otherwise, any arbitration hearing or proceeding hereunder shall be held in Jacksonville, North Carolina, except that it may be held by telephone where the Arbitration Rules expressly so permit. Firm Participant agrees to submit any disputes or claims under this Agreement not subject to arbitration to the jurisdiction and venue of the state and federal courts sitting in Jacksonville, North Carolina.

45. Liquidated damages. Firm Participant acknowledges that damages suffered by NCRMLS from access to the NCRMLS Service by an unauthorized third party as a result of disclosure of Firm Participant's password or an unauthorized disclosure by Firm Participant of the NCRMLS Database to a third party would be speculative and difficult to quantify. Accordingly, as a material inducement to NCRMLS to enter into this Agreement with Firm Participant, Firm Participant agrees that (a) in the event that any disclosure of Firm Participant's or Individual Participants' password results in access to the NCRMLS Service by an unauthorized third party, regardless of whether such disclosure is intentional, negligent or inadvertent, Firm Participant shall be liable to NCRMLS for liquidated damages in the amount of \$5,000 (or the amount established in the NCRMLS Policies, whichever is greater) and termination of this Agreement; and

(b) in the event that Firm Participant makes unauthorized disclosure of any portion of the NCRMLS Database to any third party, Firm Participant shall be liable for liquidated damages in the amount of \$5,000 (or the amount established in the NCRMLS Policies, whichever is greater) for each real estate listing disclosed and termination of this Agreement.

46. Legal fees. In the event of legal action or arbitration between NCRMLS and Firm Participant, or NCRMLS and any Subscriber, on account of or in respect to this Agreement, the prevailing party in such action or arbitration shall be entitled to recover its reasonable attorneys' fees, costs and expenses incurred in such action or arbitration. If NCRMLS is the prevailing party in an action against a Subscriber, Firm Participant shall be obligated to pay these costs on the Subscriber's behalf.

MISCELLANEOUS.

47. No third-party beneficiaries. This Agreement is entered into solely between, and may be enforced only by NCRMLS and Firm Participant, and this Agreement shall not create or be construed to create any rights in any home owner, home seller, home purchaser, board or association, or other third party.

48. Interpretation and amendment. Firm Participant expressly consents to the execution of amendments by electronic means (such as web site "click through" agreements). NCRMLS may amend this agreement by providing 30 days' advance notice of the amendment to Firm Participant. If Firm Participant or any Subscriber continues to use the NCRMLS Service or NCRMLS Database after the expiration of the 30-day notice period, Firm Participant will be deemed to have agreed to the terms as amended. Except as provided in this paragraph, this Agreement may not be amended except by written instrument executed by both parties.

49. Assignment. Neither this Agreement nor any obligations or duties hereunder may be assigned or delegated by Firm Participant. Any purported assignment in contravention of this section is null and void.

50. Integration and severability. This Agreement contains the entire understanding of the parties and supersedes all previous oral and written agreements on the subject hereof. Each provision of this Agreement is severable from the whole, and if one provision is declared invalid, the other provisions shall remain in full force and effect. The foregoing notwithstanding, if any provision of Paragraphs 38 through 42 is declared invalid or unenforceable by any court of competent jurisdiction, this Agreement and Firm Participant's access to the NCRMLS Service shall immediately terminate.

51. Governing law. This Agreement shall be governed by, and construed in accordance with, the laws of the State of North Carolina applicable to contacts made and performed in North Carolina, without regard to its conflicts of law and choice of law provisions.

52. Notice. Any notice required or permitted to be given under this Agreement shall be in writing and delivered via (a) U.S. Mail, postage paid and return receipt requested; (b) express mailing service with confirmation of receipt; (c) facsimile transmission, provided sender obtains confirmation of transmission; or (d) electronic mail, provided sender requests a return receipt. All notices are effective on the date of receipt or three days after transmission, whichever is earlier.

Having read this Agreement, the parties express their will to be bound by its terms by setting their signatures below.

Firm Participant

Signature of REALTOR Association AE

Firm Participant name

Print name

Signature of principal

North Carolina Regional MLS, LLC

Print name of principal

Signature of NC Regional MLS, LLC CEO

Print name

Effective Date