

DGA: How Residuals Work (Basic Agreement)

<i>Re-Use</i> <i>Product</i>	Pay TV	Home Video	Domestic Free TV	Foreign Free TV	New Media: Electronic Sell Through	New Media: Ad-Supported Streaming
Theatrical Feature	1.2% of "Distributor's gross" (DIR, UPM, 1AD, 2AD, Pension Plan)	1.5% / 1.8% of "Employer's gross"* (DIR, UPM, 1AD, 2AD, Pension Plan)	1.2% of "Distributor's gross" (DIR, Pension Plan)	1.2% of "Distributor's gross" (DIR, Pension Plan)	1.8/3.25% of "Employer's gross"*	1.2% of "Employer's gross"
Made for Free TV	1.2% of "Distributor's gross"	1.5% / 1.8% of "Employer's gross"*	Run-based payments	35% of residual base up to a gross receipts plateau; 1.2% of "Distributor's gross" above plateau	1.8/3.5% of "Employer's gross"*	After promotional window: percentage of residuals base; Gross receipts after year one
Made for Basic Cable	1.2% of "Distributor's gross"	1.5% / 1.8% of "Employer's gross"*	Run-based payments	35% of residual base up to a gross receipts plateau; 1.2% of "Distributor's gross" above plateau	1.8/3.5% of "Employer's gross"*	After promotional window: percentage of residuals base; Gross receipts after year one
Made for Pay TV/ Home Video	"Exhibition year" residual based on number of subscribers	2% of gross above 100,000 unit threshold	Run-based payments	35% of residual base up to a gross receipts plateau; 1.2% of "Distributor's gross" above plateau	1.8/3.5% of "Employer's gross"*	After promotional window: percentage of residuals base; Gross receipts after first year

*"Employer's gross" is deemed to be 20% of "Distributor's gross" where the Distributor is affiliated with the Employer.

PLEASE NOTE: If there are any differences between this chart and the BA, the BA prevails