

Royalty Agreement for Merchandise Sales

Date: [Insert Date]

Parties:

[Licensor Name]
[Licensor Address]
[City, State, Zip Code]

and

[Licensee Name]
[Licensee Address]
[City, State, Zip Code]

1. Agreement

This Royalty Agreement ("Agreement") is made and entered into by and between the Licensor and Licensee as defined above.

2. Grant of License

The Licensor hereby grants the Licensee the right to sell merchandise featuring [Description of Intellectual Property] ("Licensed Merchandise").

3. Royalty Payments

The Licensee agrees to pay the Licensor a royalty of [Percentage]% of the net sales from the Licensed Merchandise sold during each calendar quarter.

4. Accounting and Payment

Royalty payments shall be made within [Number] days following the end of each quarter. Licensee will provide a written report detailing the sales of the Licensed Merchandise.

5. Term

This Agreement shall commence on the date first written above and shall continue for [Number] years unless terminated earlier in accordance with the terms herein.

6. Termination

Either party may terminate this Agreement with [Number] days written notice if the other party is in breach of any material term of this Agreement.

7. Governing Law

This Agreement shall be governed by and construed in accordance with the laws of the State of [State].

IN WITNESS WHEREOF

The parties hereto have executed this Royalty Agreement as of the date first above written.

[Licensor Name]

Licensor

[Licensee Name]

Licensee