

Amendment Number 1
to
Contract Number DIR-TSO-3413
between
State of Texas, acting by and through the Department of Information Resources
and
SADA Systems, Inc.

This Amendment Number 1 to Contract Number DIR-TSO-3413 is between the Department of Information Resources (“DIR”) and SADA Systems, Inc. (“Vendor”). DIR and Vendor agree to modify the terms and conditions of the Contract as follows:

1. **Contract, Section 2. Term of Contract** is hereby amended as follows:

DIR and Vendor hereby agree to extend the term of the Contract for one (1) year through June 6, 2018, or until terminated pursuant to the termination clauses contained in the Contract. Prior to expiration of the term, DIR and Vendor may extend the Contract, upon mutual agreement, for two (2) additional one-year terms.

2. **Contract, Section 6, Notification**, is hereby restated in its entirety as follows:

All notices under this Contract shall be sent to a party at the respective address indicated below.

If sent to the State:

Kelly Parker, CTPM, CTCM
Director, Cooperative Contracts
Department of Information Resources
300 West 15th Street, Suite 1300
Austin, Texas 78701
Phone: 512-475-4700
Facsimile: 512-475-4759
Email: kelly.parker@dir.texas.gov

If sent to the Vendor:

Mike Kulinski
SADA Systems, Inc.
5250 Lankershim Boulevard, Suite 620
North Hollywood, California 91601
Phone: (571) 295-5071
Fax: (818) 766-0090
Email: mike.kulinski@sadasystems.com

3. **Contract, Section 7. Software License and Service Agreements** is hereby restated in its entirety as follows:

A. Customer Agreement

1) Customers acquiring software licenses under the Contract shall hold, use and operate such software subject to compliance with the Google Search Customer Agreement and Ordering Document set forth in Appendix D of this Contract. No changes to the Google Search Customer Agreement and Ordering Document terms and conditions may be made unless previously agreed to between Vendor and DIR. Customers may not add, delete or alter any of the language in Appendix D. Vendor shall make the Google Search Customer Agreement and Ordering Document terms and conditions available to all Customers at all times.

2) Compliance with the Google Search Customer Agreement and Ordering Document is the responsibility of the Customer. DIR shall not be responsible for any Customer's compliance with the Google Search Customer Agreement and Ordering Document.

B. Shrink/Click-wrap License Agreement

Regardless of any other provision or other license terms which may be issued by Vendor after the effective date of this Contract, and irrespective of whether any such provisions have been proposed prior to or after the issuance of a Purchase Order for products licensed under this Contract, or the fact that such other agreement may be affixed to or accompany software upon delivery (shrink-wrap), the terms and conditions set forth in this Contract shall supersede and govern the license terms between Customers and Vendor. **It is the Customer's responsibility to read the Shrink/Click-wrap License Agreement and determine if the Customer accepts the license terms as amended by this Contract. If the Customer does not agree with the license terms, Customer shall be responsible for negotiating with the reseller to obtain additional changes in the Shrink/Click-wrap License Agreement language from the software publisher.**

C. Conflicting or Additional Terms

In the event that conflicting or additional terms in Vendor Software License Agreements, Shrink/Click Wrap License Agreements, Service Agreements or linked or supplemental documents amend or diminish the rights of DIR Customers or the State, such conflicting or additional terms shall not take precedence over the terms of this Contract.

In the event of a conflict, any linked documents may not take precedence over the printed or referenced documents comprising this contract; provided further that any update to such linked documents shall only apply to purchases or leases of the associated Vendor product or service offering after the effective date of

the update; and, provided further, that, if Vendor has responded to a solicitation or request for pricing, no update of such linked documents on or after the initial date of Vendor's initial response shall apply to that purchase unless Vendor directly informs Customer of the update before the purchase is consummated.

In the event that different or additional terms or conditions would otherwise result from accessing a linked document, agreement to said linked document shall not be effective until reviewed and approved in writing by Customer's authorized signatory.

Vendor shall not [without prior written agreement from Customer's authorized signatory,] require any document that: 1) diminishes the rights, benefits, or protections of the Customer, or that alters the definitions, measurements, or method for determining any authorized rights, benefits, or protections of the Customer; or 2) imposes additional costs, burdens, or obligations upon Customer, or that alters the definitions, measurements, or method for determining any authorized costs, burdens, or obligations upon Customer.

If Vendor attempts to do any of the foregoing, the prohibited documents will be void and inapplicable to the contract between DIR and Vendor or Vendor and Customer, and Vendor will nonetheless be obligated to perform the contract without regard to the prohibited documents, unless Customer elects instead to terminate the contract, which in such case may be identified as a termination for cause against Vendor.

The foregoing requirements apply to all contracts, including, but not limited to, contracts between Customer and a reseller who attempts to pass through documents and obligations from its Manufacturer or Publisher.

4. **Appendix A, Standard Terms and Conditions for Product and Related Services Contracts dated 04/21/16**, is hereby replaced in its entirety with **Appendix A, Standard Terms and Conditions for Product and Related Services Contracts dated 05/10/17**, as attached.
5. **Appendix C – Pricing Index** is hereby restated in its entirety and replaced with Appendix C - Pricing Index attached hereto.

All other terms and conditions of the Contract not specifically modified herein shall remain in full force and effect. In the event of a conflict among provisions, the order of precedence shall be this Amendment Number 1, and then the Contract.

IN WITNESS WHEREOF, the parties hereby execute this amendment to be effective as of the date of the last signature, but in all events, no later than June 6, 2017.

SADA Systems, Inc.

Authorized By: Signature on file

Name: Annie Safoian

Title: CFO

Date: 6/8/2017

The State of Texas, acting by and through the Department of Information Resources

Authorized By: Signature on file

Name: Hershel Becker

Title: Chief Procurement Officer

Date: 6/14/2017

Office of General Counsel: David Brown 6/8/2017