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MICROSOFT SOFTWARE LICENSE TERMS

MICROSOFT WINDOWS SERVER ESSENTIALS

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- updates,
- · supplements, and
- Internet-based services

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As described below, using some features also operates as your consent to the automatic updates and the transmission of certain standard computer information for Internet-based services.

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If you comply with these license terms, you have the rights below for each software license you acquire.

1. OVERVIEW

- a. **Software**. The software includes:
 - · server software; and
 - · additional software that may only be used with the server software.
- **b.** License Model. The software is licensed based on:
 - the number of instances of server software that you run; and
 - the server software functionality accessed.

c. Licensing Terminology

- Instance. You create an "instance" of software by executing the software's setup or install procedure. You also create an instance of software by duplicating an existing instance.

 References to software in this agreement include "instances" of the software.
- Run an Instance. You "run an instance" of software by loading it into memory and executing one or more of its instructions. Once running, an instance is considered to be running (whether or not its instructions continue to execute) until it is removed from memory.
- Operating System Environment. An "operating system environment" is:
 - (i) all or part of an operating system instance, or all or part of a virtual (or otherwise emulated) operating system instance that enables separate machine identity (primary computer name or similar unique identifier) or separate administrative rights, and
 - (ii) instances of applications, if any, configured to run on the operating system instance or parts identified above.

There are two types of operating system environments: physical and virtual.

A physical operating system environment is configured to run directly on a physical hardware system. The operating system instance used to run hardware virtualization software (e.g., Microsoft Hyper-V Server or similar technologies) or to provide hardware virtualization services (e.g., Microsoft virtualization technologies) is considered part of the physical operating system environment.

A virtual operating system environment is configured to run on a virtual (or otherwise emulated) hardware system.

A physical hardware system can have either or both of the following:

- (i) one physical operating system environment, and
- (ii) one or more virtual operating system environments.
- Server. A server is a physical hardware system or device capable of running server software. A hardware partition or blade is considered to be a separate physical hardware system.
- · User Account. A User Account is a unique user name with its associated password.
- Assigning a License. To assign a license means to designate that license to one device or user.

2. USE RIGHTS

a. Assigning the License to the Server

- i. **Initial Assignment.** Before you run any instance of the server software under a software license, you must assign that license to one of your servers. That server is the licensed server for that particular license. You may assign other software licenses to the same server, but you may not assign the same license to more than one server.
- ii. **Reassignment.** You may reassign a software license, but not within 90 days of the last assignment. You may reassign a software license sooner if you retire the licensed server due to permanent hardware failure. If you reassign a license, the server to which you reassign the license becomes the new licensed server for that license.

b. Running Instances of the Server Software

- i. You may run, at any one time:
 - one instance of the server software in one physical operating system environment; and
 - one instance of the server software in one virtual operating system environment on the licensed server.
- ii. You must run the server software within a domain where the server's Active Directory is configured:
 - as the domain controller (a single server which contains all the flexible single master operations (FSMO) roles);
 - · as the root of the domain forest;
 - · not to be a child domain; and

- to have no trust relationships with any other domains.
- iii. If you run both permitted instances at the same time, the instance of the server software running in the physical operating system environment may be used only to run hardware virtualization software or provide hardware virtualization services. The instance running hardware virtualization software or hardware virtualization services does not need to meet the requirements in (ii) above. The instance running hardware virtualization software or hardware virtualization services is the only such configuration that does not require the instance to be a domain controller.
- c. Using the Server Software. You may install and use one instance, or two instances subject to subsection 2b.iii., of the server software on a licensed server. You may use up to 25 User Accounts. Each User Account permits a named user to access and use the server software on that server.
- d. Running Instances of the Additional Software. You may run or otherwise use any number of instances of additional software listed on the website specified below in physical or virtual operating system environments on any number of devices. You may use additional software only with the server software. For a list of additional software, visit (aka.ms/additionalsoftware).
- e. Creating and Storing Instances on Your Servers or Storage Media. For each software license you acquire, you may create and store any number of instances of the software on any of your servers or storage media. This may be done solely to exercise your right to run instances of the software under any of your licenses as described in the applicable use rights (e.g., you may not distribute instances to third parties).
- **f. Included Microsoft Programs.** The software contains other Microsoft programs. These license terms apply to your use of those programs used with server software.

3. ADDITIONAL LICENSING REQUIREMENTS AND/OR USE RIGHTS

- a. Windows Server Active Directory Rights Management Services Client Access License ("CAL").

 You must acquire a Windows Server Active Directory Rights Management Services CAL for each User Account through which a user directly or indirectly accesses the Windows Server Active Directory Rights Management Services functionality.
- **b. Multiplexing.**Multiplexing or pooling to reduce direct connections with the software does not reduce the number of licenses of any type that you need.
- **c. Font Components.** While the software is running, you may use its fonts to display and print content. You may only:
 - embed fonts in content as permitted by the embedding restrictions in the fonts; and
 - temporarily download them to a printer or other output device to print content.

- d. Icons, images, and sounds. While the software is running, you may use but not share its icons, images, sounds, and media. The sample images, sounds, and media provided with the software are for your non-commercial use only.
- e. No Separation of Server Software. You may not separate the server software for use in more than one operating system environment under a single license, unless expressly permitted. This applies even if the operating system environments are on the same physical hardware system.
- **f. Maximum Instances.** The software or your hardware may limit the number of instances of the server software that can run in physical or virtual operating system environments on the server.
- **g.** Additional Functionality. Microsoft may provide additional functionality for the software. Other license terms and fees may apply.
- 4. ACTIVATION AND VALIDATION. You shall use the appropriate product key for activation and validation of the software. Your right to use the software after the time specified in the software may be limited unless it is activated. You are not licensed to continue using the software if it has unsuccessfully attempted to activate and you may not circumvent activation or validation. In either case, Internet, telephone and SMS service charges may apply.
- 5. ACTIVE DIRECTORY. After 30 days from the date of initial installation, the software will regularly check whether the Active Directory domain state is properly configured as set forth in Section 2b.ii. above. If the check fails, you will receive warnings to correct the configuration and continuing non-compliance will cause the software to shut down. Once you have corrected the configuration, the warnings and automatic shutdowns will cease.
- 6. PRIVACY; CONSENT TO USE DATA. Your privacy is important to us. Some of the software features send or receive information when using those features. Many of these features can be switched off in the user interface, or you can choose not to use them. By accepting this agreement and using the software you agree that Microsoft may collect, use, and disclose the information as described in the Microsoft Privacy Statement (aka.ms/privacy), and as may be described in the user interface associated with the software features.
- 7. **DATA STORAGE TECHNOLOGY.** The server software may include data storage technology called Windows Internal Database. Components of the server software use this technology to store data. You may not otherwise use or access this technology under this agreement.
- 8. **RESTRICTIONS.** The software is licensed, not sold. This agreement only gives you some rights to use the software. Microsoft reserves all other rights. Unless applicable law gives you more rights despite this limitation, you may use the software only as expressly permitted in this agreement. In doing so, you must comply with any technical limitations in the software that only allow you to use it in certain ways. For more information, see (aka.ms/userights). You may not:
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- 12. ACADEMIC EDITION SOFTWARE. You must be a "Qualified Educational User" to use software marked as "Academic Edition" or "AE." If you do not know whether you are a Qualified Educational User, visit (aka.ms/academicedition) or contact the Microsoft affiliate serving your country.
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- **20. SUPPORT SERVICES.** Microsoft provides support services for the software as described at (aka.ms/mssupport).

- **21. ENTIRE AGREEMENT.** This agreement (including the warranty below), and the terms for supplements, updates, and Internet-based services and support services that you use, are the entire agreement for the software and support services.
- 22. GOVERNING LAW. The laws of the state or country where you live (or if a business where your principal place of business is located) govern all claims and disputes concerning the software, its price, or this agreement, including breach of contract claims, unfair competition laws, implied warranty laws, for unjust enrichment, and in tort, regardless of conflict of law principles.
- 23. **REGIONAL VARIATIONS.** This agreement describes certain legal rights. You may have other rights, including consumer rights, under the laws of your state or country. You may also have rights with respect to the party from which you acquired the software. This agreement does not change those other rights if the laws of your state or country do not permit it to do so. For example, if you acquired the software in one of the below regions, or mandatory country law applies, then the following provisions apply to you:
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