



U.S. AIR FORCE/U.S. SPACE FORCE BUSINESS SUMMARY

It is mandatory to submit a complete business summary each year to the Air Force & Space Force Intellectual Property Management Office. The business summary package reflects on the past year with our Brands and looks forward to the upcoming years.

Items marked with an asterisk (*) are compliance items from your license agreement.

The completed package should be marked "Confidential" and emailed to <u>licensing@us.af.mil</u>. Please keep the file size below 10 MB.

Following the outline below, answer each bulleted item beneath the 11 headers.

1. Company

a) Give a brief description of your company, including your company's mission, any involvement in community outreach/volunteerism, and your products' target audience(s).

2. Products

- a) Did your Air Force/Space Force-branded product line meet your expectations? Why or why not?
- b) Submit a spreadsheet of your current Air Force/Space Force inventory. Indicate on the spreadsheet if each product has a source document showing its approval.* (This is most easily accomplished by providing the DLH submission ID number for the product.). For any product missing approval, upload a mockup of the item into the approval portal for our review. (Refer to the "How-To Guides" in DLH's "Resources" tab for instructions on how to submit artwork and production samples.)

3. Market Analysis

- a) Tell us about <u>total</u> sales (not just Air Force/Space Force) reported for your industry last year and your percentage of those sales.
- b) Identify your top ten products. (Does not have to be Air Force/Space Force products.)

4. Sales Analysis

- a) Provide your total annual sales of Air Force-branded merchandise for each category.
- b) Provide your total annual sales of Air Force-branded merchandise for each distribution channel.
- c) Provide your total annual sales of Space Force-branded merchandise for each category.
- d) Provide your total annual sales of Space Force-branded merchandise for each distribution channel.
- e) Provide a good faith estimate of net sales, by distribution channel, for the calendar year (2023) for <u>Air</u> Force-branded merchandise.
- f) Provide a good faith estimate of net sales, by distribution channel, for the calendar year (2023) for <u>Space</u> Force-branded merchandise.
- g) List your minimum royalty guarantee for 2022 (found in the Licensee Rights Appendix in your license). Identify if you did or did not meet the minimum sales and the MRG.

- 5. Sales Strategy
- a) Describe your current sales strategy. Include a comprehensive list of all companies you used in the previous year in each distribution channel for your Air Force/Space Force merchandise.*
- b) Explain how your sales strategy will evolve in the upcoming year. How will you increase your sales of Air Force/Space Force merchandise? Identify any barriers to gaining market shares.
- 6. Air Force/Space Force Merchandise Marketing
- a) Describe how you implemented your Air Force/Space Force promotional commitment into your marketing/advertising budget last year.* (Your minimum promotional commitment can be found in the Table of Exhibits in your license.)
- b) List any trade shows where you displayed/promoted your Air Force/Space Force merchandise. Include photos of Air Force/Space Force products on display, if available.
- c) Identify any additional avenues you will use in the upcoming year to market your Air Force/Space Force merchandise.

7. Social Responsibility

a) Ensure current social compliance audits for factories (or membership credentials) are uploaded into DLH as required by your Manufacturer's Agreement.* (Refer to the "How-To Guides" in DLH's "Resources" tab for instructions on how to submit and disclose a manufacturer.)

8. Quality Control

- a) Describe your quality control process.
- b) Describe your process for preventing unauthorized manufacturing/selling of Air Force/Space Force products by your manufacturers.
- c) Ensure your most recent Certificate of Insurance that names the Department of the Air Force as an additional insured is uploaded into DLH. (Refer to the "How-To Guides" in DLH's "Resources" tab for instructions on how to upload the COI.)
- d) List any retailer/consumer inquires and feedback related to your Air Force/Space Force product line.*

9. Historical Analysis

a) How was your experience with the Air Force/Space Force Brands during the previous year? Consider ability to meet minimum royalties, challenges faced selling the Brands, support from the Air Force/Space Force licensing staff, ease of entering the distribution channels, etc.

10. Goals

- a) Share the goals for the upcoming year for Air Force/Space Force merchandise.
- b) If you have any new products, distribution channels, or properties you'd like for us to consider adding to your license, submit a request through DLH. Navigate to License Management → Submit New Request → Select the Brand and the Request Type → Complete the form → Submit
- c) If you have any new manufacturers you'd like for us to consider adding to your license, submit the request through DLH. Refer to the "How-To Guides" in DLH's "Resources" tab for instructions on how to submit and disclose a manufacturer.

11. Supplemental/supporting documents

a) Submit any documents you feel supports your business summary.