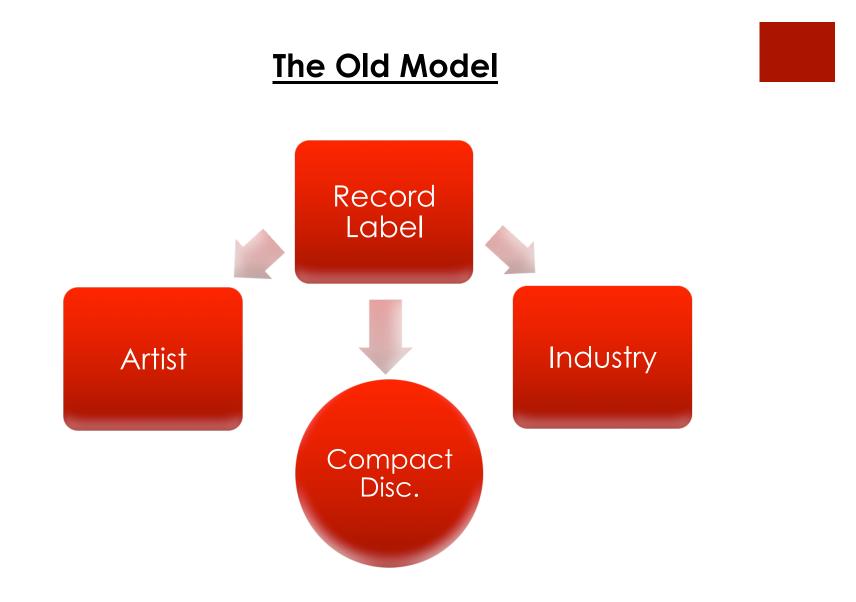


Why Even Bother?

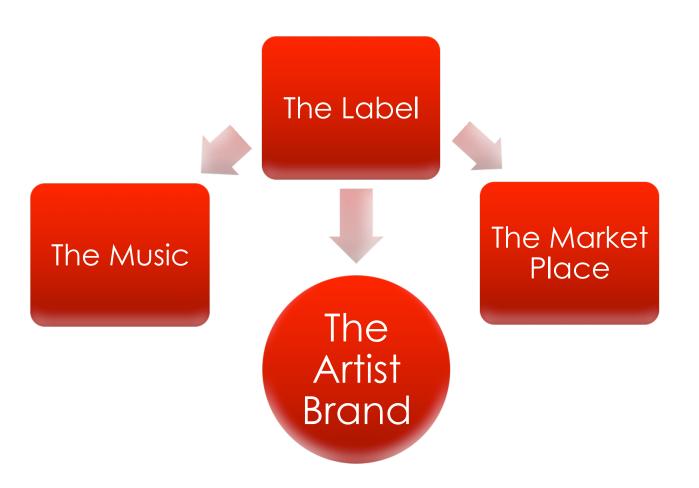
- "All Change is not good change" As the influence of our music expands our Industry becomes less organized.
- Our Industry is characterized by Record Labels with short life spans despite huge investment: Yes Music, Question Mark Records, Storm Records, Trybe Records, Mo-Hits Records etc.
- Loss of Potential Income due to incomplete structure The US generated \$4 Billion in 2012 via album sales.
- Potential collapse of our industry due to lack of structure. The football analogy.



Labels struggled because...

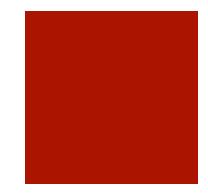
- The Internet allows people to access music for free
- Old Revenue Streams are drying up
- New revenue streams aren't in the contract
- Record Labels aren't equipped for management

The New Model



How did we adjust...

- Our disadvantage became our head start
- The 'Safe' example. Use technology
- Invest in 360 Earn from 360 (Illegal Music)
- Metamorphosis. Become something else



The New Label

- 360 approach
- Content based Contracts
- Music and Videos are marketing. Budget accordingly
- Technology and Social Media are Pivotal
- Ride the "Africa" wave.
- Network