

**Agreement by the Mercatus Center regarding Professor Peter Boettke**

This agreement is made April 8, 2011 by the Mercatus Center.

In consideration of the important role that Professor Peter Boettke plays as a member of the Economics Department at George Mason University and the BB&T Professor for the Study of Capitalism at the Mercatus Center at George Mason University, the Mercatus Center agrees to the following:

Mercatus will transfer funds according to the schedule and conditions below.

The transfer of funds for each of the first five (5) years is contingent on the following and will be ended in the event that this does not occur:

Professor Boettke will remain a Professor at George Mason University. Mason will provide Professor Boettke an increase of \$30,000.00 in annual salary effective 8/25/2011 and any additional benefits or consideration that would normally be conveyed as part of standard compensation of a faculty member at George Mason University.

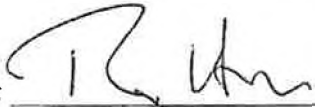
In each subsequent year (years 6 through 10) the transfer of funds will be contingent on the following and will be ended in the event that this does not occur:

Professor Boettke will remain a Professor at George Mason University and continue to meet the obligations and expectations outlined in the Agreement between the Mercatus Center and George Mason University regarding the establishment of a Professorship dated May 3, 2007 and signed by Provost Stearns, Dean Censer, Professor Cowen, and Mr. Hooks.

Schedule of funds to be transferred to George Mason University Foundation CHSS, by the Mercatus Center:

September 31, 2011	\$22,645.00
September 31, 2012	\$22,645.00
September 31, 2013	\$22,645.00
September 31, 2014	\$22,645.00
September 31, 2015	\$22,645.00
September 31, 2016	\$22,645.00
September 31, 2017	\$22,645.00
September 31, 2018	\$22,645.00
September 31, 2019	\$22,645.00
September 31, 2020	\$22,645.00

By signing below, the Mercatus Center executes this agreement.

By:   
Brian Hooks, Executive Director & COO  
Mercatus Center at George Mason University

Date: 4/26/11