

From: PAUL Alston
To: jstein@lscslaw.com;
CC: Clyde Wadsworth; charlene.shimada@bingham.com; Colleen Wong;
Subject: Grant/KS/Doe
Date: Wednesday, April 09, 2008 6:16:48 PM
Attachments: Grant - 04.08.08 Letter to Kelly LaPorte.pdf

Jerry:

Thank you for sending the email forwarding a copy of the email Kelly LaPorte sent to the judge in Sacramento on April 7.

That email is consistent with what I said during our recent telephone call. KS, at this point, is reviewing and evaluating the situation, and it presently has no intention to sue Mr. Grant. Nor, for that matter, does KS presently intend to sue your clients. KS is reserving all of its rights and claims, and, until the conflicting denials can be evaluated more fully, KS is going to hold its fire. Regardless what the future brings, KS will not, under any circumstances violate the settlement agreement. In particular, KS will not identify the Does without a court order obtained after notice and hearing. That is NOT to say that KS intends now to seek such an order; it is merely to reserve KS's rights to seek such orders as may be needed to vindicate KS's rights..

Attached is a letter the Cades firm received from Banks & Watson. As you will see, that letter claims (wrongly) that KS "believes it has no claim" against Mr. Grant. KS presently has no such belief; it is, as I said above, still evaluating its rights.

PAUL ALSTON