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1	Mark Malin (Bar No. 199757)			
2	mmalin@dl.com DEWEY & LEBOEUF LLP			
-	1950 University Avenue, S			
3	East Palo Alto, CA 94303 Tel: (650) 845-7000; Fax:	(650) 845-7333		
4		•		
5	Jeffrey L. Kessler (pro hac jkessler@dl.com	vice)		
6	David G. Feher (pro hac vie dfeher@dl.com	ce)		
	Eamon O'Kelly (pro hac vi	ce)		
7	eokelly@dl.com DEWEY & LEBOEUF LLI	p		
8	1301 Avenue of the Americ			
9	New York, NY 10019 Tel: (212) 259-8000; Fax:	(212) 259-6333		
10	Kenneth L. Steinthal (pro h			
	kenneth steinthal@weil.con	1		
11	Claire E. Goldstein (Bar No claire.goldstein@weil.com	·		
12	WEIL, GOTSHAL & MAN 201 Redwood Shores Parky			
13	Redwood Shores, CA 9406	55		
14	Tel: (650) 802-3000; Fax:	(050) 802-3100		
15	Bruce S. Meyer (pro hac vi	ce)		
	bruce.meyer@weil.com   WEIL, GOTSHAL & MAN	IGES LLP		
16	767 Fifth Avenue New York, NY 10153			
17	Tel: (212) 310-8000; Fax:	(212) 310-8007		
18	Attorneys for Defendants National Football League Players Association			
19	and National Football League Players Incorporated d/b/a Players Inc			
20	UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF CALIFORNIA			
			SCO DIVISION	•
21	BERNARD PAUL PARRI	SH, HERBERT	Case No. C 07 094	3 WHA
22	ANTHONY ADDERLEY, ROBERTS III,		DECTARATION	OF GENE UPSHAW
23			IN SUPPORT OF	DEFENDANTS'
24	Plaintiffs,		ADMINISTRATIV FILE UNDER SEA	
25	ν.		CONFIDENTIAL FILED BY PLAIN	
	NATIONAL FOOTBALL			
26	PLAYERS ASSOCIATION FOOTBALL LEAGUE PL			
27	INCORPORATED d/b/a/ F			
28	Defendants.			
	Upshaw Declaration In Support	Of Defendants' Motion 7	fo File Under Seal Civ.	Action No. C07 0943 WHA

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## **DECLARATION OF GENE UPSHAW**

I, Gene Upshaw, hereby declare, as follows:

1. I am Executive Director of the National Football League Players Association ("NFLPA") and Chairman of National Football League Players Incorporated ("Players Inc.") (collectively, "Defendants"). I am over twenty-one years of age, and I have personal knowledge of each of the facts stated herein. If called upon to testify, I could and would testify completely thereto.

2. This declaration is submitted to show good cause why Plaintiffs' Third
Amended Complaint ("TAC") and Exhibits F, G, D, I, and O thereto should be filed under seal.
As described below, these documents contain trade secrets regarding the licensing businesses of
the NFLPA and Players Inc, as well as the licensing business of a major company with which we
do business, Electronic Arts, Inc. ("EA"). Public disclosure of these documents would result in
serious commercial harm to the NFLPA, Players Inc, and EA, and also harm competition in the
licensing marketplace.

The documents attached to the TAC as Exhibits F and G are non-public 3. 16 commercial licensing agreements between Players Inc and Electronic Arts Inc. ("EA" and "EA 17 Agreements," respectively). These agreements are non-public, commercial documents, the terms 18 of which are trade secrets. Specifically, the confidential terms of these agreements include, 19 among other things, the specific price terms of the contracts negotiated between EA and Players 20 Inc (including the precise amounts and timing of the guaranteed payments and royalties), the 21 specific scope of the rights granted and services to be rendered under the agreements, the terms 22 and conditions of payment, and the various contingencies and other terms that EA and Players 23 Inc negotiated to govern their contractual relationship. 24

4. Players Inc and the NFLPA would be seriously harmed commercially if
the EA Agreements were publicly filed. Such public disclosure would make the precise terms of
those confidential contracts available to other licensees and potential licensees in the licensing
marketplace with which we deal or may deal (such as other gaming companies that would

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competitively benefit if they had access to the torms we negotiated with EA), and other licensors
 and potential licensors with which we compete (such as licensors in other sports that similarly
 license rights to companies such as EA).

4 5. Those companies would see the specific confidential business terms that 5 Players Inc and EA negotiated, which would clearly have a major impact on their business 6 behavior and any future negotiations they may have with Players Inc, the NFLPA or EA, or other 7 companies in the licensing marketplace. Players Inc, the NFLPA and EA are not the only 8 companies competing in the licensing marketplace. Disclosure of these confidential business 9 terms to these companies would seriously distort the marketplace by having all of the 10 confidential business terms of Players Inc and EA in these substantial contracts publicly 11 available, while the terms that these other companies negotiate are not publicly disclosed in the 12 same way. Other licensees and licensors would have a commercial advantage over Players Inc 13 and the NFLPA, and these other companies would clearly modify their behavior to exploit that 14 advantage to the fullest. In short, one of our most important business trade secrets in the 15 marketplace -- the precise contract terms we negotiated with EA in these major contracts --16 would be lost. This would result in substantial and immediate commercial harm to Players Inc 17 and the NFLPA.

18 6. The document attached to the TAC as Exhibit D is an agreement between
19 Players Inc and the NFLPA ("Players Inc/NFLPA Agreement") concerning various business
20 matters including an NFLPA grant of certain rights to Players Inc in connection with Players
21 Inc's licensing activities. The document attached to the TAC as Exhibit I is an amendment to the
22 Players Inc/NFLPA Agreement ("Amendment") regarding a redistribution of certain funds under
23 the Players Inc/NFLPA Agreement.

7. These documents are confidential, commercial agreements between
 Players Inc and the NFLPA regarding the business arrangements of their licensing businesses.
 Specifically, the terms of these agreements include descriptions of revenue amounts received by
 Players Inc and the NFLPA pursuant to their licensing agreements with certain licensees, as well
 as the methods by which such revenue is distributed. The Players Inc/NFLPA Agreement also

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describes the distribution of revenue received from third parties, such as NFL Properties, Inc.,
 and certain trading card companies.

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3 The specific terms of these commercial agreements have not been made 8. 4 public and they constitute confidential business information regarding the operation of 5 Defendants' licensing businesses. Public disclosure of these agreements would reveal to Players 6 Inc's and the NFLPA's competitors, counter-contracting parties, and potential counter-7 contracting parties detailed financial information relating to the operations of Players Inc's and 8 the NFLPA's licensing businesses, as well as third party contract information. Such information 9 could cause these entities to change their business behavior to Players Inc's and the NFLPA's 10 commercial disadvantage.

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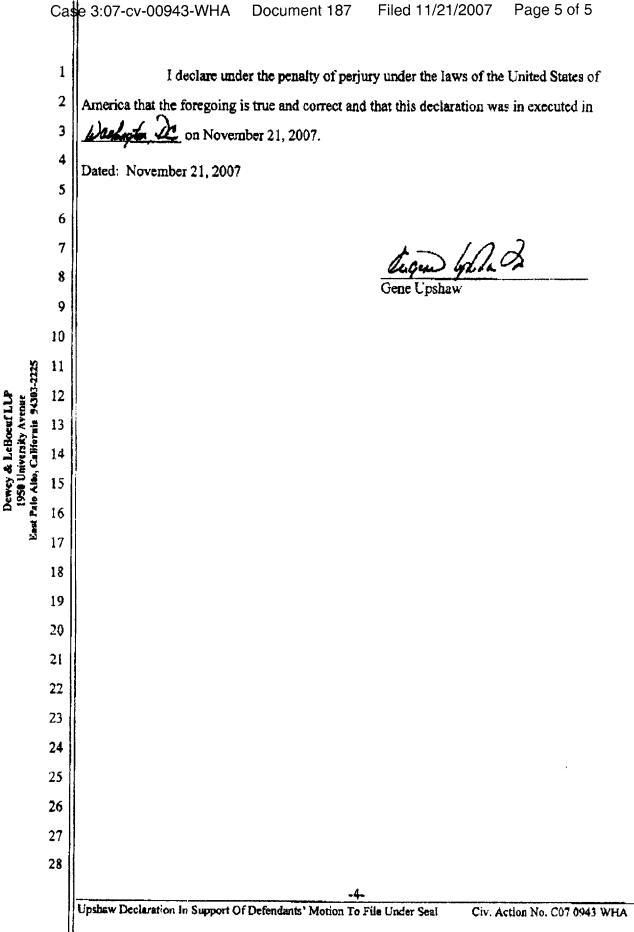
11 9. The document attached to the TAC as Exhibit O contains excerpts of the 12 deposition testimony of Douglas Allen, the former President of Players Inc. In his testimony, 13 Mr. Allen discusses at length much of the same confidential and commercial information 14 described above. For example, Mr. Allen recited verbatim certain terms of the EA Agreements 15 (including financial terms of those agreements), and explained and described the terms of those 16 agreements. Mr. Allen also testified about the Players Inc/NFLPA Agreement and Amendment 17 (including verbatim recitations of some of the terms of those agreements). In addition, Mr. Allen 18 testified about the specific terms of a licensing agreement between the NFLPA and another third 19 party licensee (i.e., other than EA). If this information were to be publicly disclosed, it would 20 cause competitive and commercial harm to Players Inc, the NFLPA, EA, and the other third 21 party licensee, for the same reasons I discuss above.

10. Public disclosure of an unredacted version of the Plaintiffs' TAC would
cause competitive and commercial harm to Players Inc, the NFLPA, and EA since the TAC
contains much of the very same confidential information described above, including extensive
quotations of, and descriptions of, the EA Agreements, the Players inc/NFLPA Agreement and
Amendment thereto, and the deposition testimony of Doug Allen.

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