Doc. 231 Att. 2

Case 9:05-cv-80387-KLR

Document 231-3 Entered on FLSD Docket 01/11/2007

Page 1 of 12

## EXHIBIT B

```
1
                UNITED STATES DISTRICT CIRCUIT
                SOUTHERN DISTRICT OF FLORIDA
3
          CASE NO. 05-80387 CIV RYSKAMP/VITUNIC
   STEVEN A. SILVERS, an individual,
5
             Plaintiff,
                                            ORIGINAL
   v.
6
   GOOGLE INC., a Delaware corporation,
             Defendant.
7
   GOOGLE INC., a Delaware corporation,
              Counterclaimant,
   v.
   STEVEN A. SILVERS, an individual;
   STELOR PRODUCTIONS, INC., a Delaware
10
   Corporation; STELOR PRODUCTIONS, LLC, a
11
   Delaware limited liability company,
              Counterdefendants.
12
13
14
                DEPOSITION OF STEVEN SILVERS
                        VOLUME II
15
16
                 Tuesday, October 10, 2006
                   1:00 p.m. - 8:00 p.m.
17
                 2699 South Bayshore Drive
                    Miami, Florida 33133
1.8
19
20
21
   Reported By:
   Thomas R. Neumann
   Notary Public, State of Florida
   Network Reporting Corporation
23
   Phone: 888.358.8188
            305.358.8188
24
25
```

```
So it's your position that a failure by
1
        0
2
   Stelor to perform its obligations under the
3
   settlement agreement would allow you to terminate
4
   the license agreement, correct?
5
                          Hang on. Can you repeat that
             MR. COOPER:
6
        or have him read it back.
7
   BY MR. KAPLAN:
8
             Is it your position that failure by Stelor
9
   to perform its obligations under the settlement
10
   agreement would allow you to terminate the license
11
   agreement?
12
             MR. COOPER:
                          Object to the form.
13
                            Yes, I believe that's
             THE WITNESS:
14
                   If Stelor breached a settlement
        correct.
15
        agreement the license agreement would likewise
1.6
        be breached.
17
   BY MR. KAPLAN:
18
              In order to terminate the license
        0
19
   agreement, though, you would still have to comply
20
   with the termination provision in Section 9 of the
21
   license agreement, correct?
22
              MR. COOPER: Object to the form.
23
                            I believe there was some
              THE WITNESS:
24
        type of communication which I quess is
25
        attorney-client.
```

1 MR. COOPER: Whatever your understanding 2 is based upon your communication with your 3 attorney don't answer. 4 THE WITNESS: I quess I have to say the 5 document speaks for itself, and go on the 6 record as such. 7 BY MR. KAPLAN: 8 Well, turn to the second page of the 0 9 settlement agreement if you would. 10 Α Okay. 11 I have the license agreement right here in 12 my hand if you want to refer to it, just ask me, 13 okay. Paragraph 3 says, "License distribution 14 15 and Manufacturing Agreement. Silvers withdraws 16 his notice of termination of the license agreement 17 and reaffirms his obligation under the license 18 agreement." Right? That's what it says, correct? 19 Α Yes. 2.0 And the effect of that provision as you 0 21 understood it was to reinstate the license, right? 22

MR. COOPER: I'm going to object on attorney-client privilege. If you can answer that without disclosing your communications with your attorney as to your understanding

23

24

25

```
1.
        then you can go ahead and do that.
2
             THE WITNESS:
                            Yes.
                                  I'm not -- would vou
3
        repeat the question again.
4
   BY MR. KAPLAN:
5
             Yes, sure.
                          The purpose of that provision
6
   as you understood it was to reinstate the license,
7
   right?
8
                           If your understanding of this
             MR. COOPER:
9
        agreement could be answered other than apart
10
        from your communications with your attorneys as
11
        to the intention of this agreement you can
12
        answer the question, otherwise don't answer it
13
        on the basis of attorney-client privilege.
                            Yes.
14
             THE WITNESS:
                                  I have to not answer
15
        on the basis of attorney-client privilege.
16
   BY MR. KAPLAN:
17
             Until you signed this agreement your
18
   position was the license agreement was terminated,
19
   correct?
20
        Δ
             Yes.
21
              Once you signed this agreement your
22
   position was the license was in effect, correct?
23
              The license was reinstated, I believe,
        Ά
24
   that is correct, right.
25
              And every single provision of the license
        Q
```

```
except as it might have been modified by this
1
2
   settlement agreement was in full force and effect,
3
   correct?
4
             I believe so.
        Α
5
             You expressly reaffirm your obligations
6
   under the license agreement, right?
7
        Α
             I believe so.
8
        0
             What does reaffirm mean to you?
9
             Establish, you know, put back in the same
        Ά
10
   place as before.
11
        0
             Like never terminated, right?
12
             I know there was some discussions between
        A.
13
   me and the counsel that I can't discuss, okay.
14
   had to do with notices --
15
             MR. COOPER: Excuse me, stop there. Don't
16
        discuss what it even had to do with.
17
   BY MR. KAPLAN:
18
             Look at paragraph 3, it says, "Silver
        0
19
   withdraws his notice of termination of the license
20
   agreement." Was there any condition as you
21
   understood it to the withdrawal of that notice of
22
   termination?
23
             MR. COOPER: If you have an understanding
24
        separate and apart from your communication with
25
        your attorneys answer the question, otherwise
```

```
1
        don't answer on the basis of attorney-client
2
        privilege.
3
             THE WITNESS:
                            I quess I don't have any
4
        separate opinion.
5
   BY MR. KAPLAN:
6
             Does the agreement, the settlement
7
   agreement as you read it, impose any condition on
8
   your withdrawing the notice of termination in
9
   paragraph 3?
10
             MR. COOPER: Same objection, same
        instructions.
11
12
             THE WITNESS: Attorney-client.
13
   BY MR. KAPLAN:
14
             No, no, no, sir. You are sitting here
15
   now. Read this provision, "Silver withdraws his
16
   notice of termination of license agreement." As you
17
   understand that provision sitting here today does it
18
   condition in any way your withdrawal of that notice?
19
             MR. COOPER: Same objection.
2.0
                 Don't answer. I'm instructing him not
2.1
        to answer on the basis of attorney-client
22
        privilege.
23
              MR. KAPLAN: I'm asking for his
24
        understanding as he sits here. Understand,
25
        whatever he is not answering he ain't
```

```
testifying about at trial, right.
1
2
             MR. COOPER: Go right ahead.
3
   BY MR. KAPLAN:
4
             Isn't it true, sir, that the withdrawal of
5
   the notice of termination was unconditional?
6
             MR. COOPER: Objection, document speaks
7
        for itself.
8
   BY MR. KAPLAN:
9
        0
             You can answer.
10
        Α
             The document speaks for itself.
             If after entering into this license
11
        0
12
   agreement you believed that there was a breach of
13
   the settlement agreement, you had an obligation
14
   under the notice provision in the license to specify
15
   in writing to Stelor what that breach was and give
16
   them 60 days to cure it, didn't you?
17
             MR. COOPER: Objection to form.
18
              THE WITNESS: No, I don't believe so.
19
   BY MR. KAPLAN:
20
             You needed to comply with Article 9 of the
        0
21
   license agreement before you could terminate it,
22
   didn't you?
23
              MR. COOPER: Object to the form.
24
              THE WITNESS: I don't believe so.
25
```

```
BY MR. KAPLAN:
1
              Where in this agreement, the settlement
2
        0
3
   agreement, does it say Article 9 of the license
4
   agreement no longer applies?
5
             MR. COOPER: Object to the form,
6
        mischaracterizes.
7
              THE WITNESS: I don't believe there is
8
        anything in the settlement agreement that
9
        requires 60 days notice.
10
   BY MR. KAPLAN:
11
             But where in the settlement agreement does
12
   it say that Article 9 of the license agreement no
13
   longer applies?
14
              MR. COOPER: Object to the form.
                                                 The
15
        document speaks for itself.
16
   BY MR. KAPLAN:
17
              Show me.
        0
18
        Α
              The document speaks for itself.
19
        O
              Is it your position that the document --
20
   that the settlement agreement relieves you of the
21
   obligation in the license agreement to comply with
22
   the requirements of paragraph 9 relating to
23
   termination yes or no?
24
              MR. COOPER:
                           Hang on a second.
                                               Don't
25
        answer that. Can you read this back, please.
```

```
1
                    (Thereupon, a portion of the record
2
                    was read by the reporter.)
3
                           I'm going to instruct him not
             MR. COOPER:
4
        to answer that on the basis of work-product
5
        privilege.
6
   BY MR. KAPLAN:
7
        Q
             The settlement agreement, when you entered
   into the settlement agreement you amended some of
8
9
   the terms of the license agreement, right?
10
              I believe so.
        Α
11
              In fact, one of the things that you
        0
12
   amended was how the royalties were paid, right?
13
              I'm not sure of that one. Where would I
14
   find that?
                I don't think I did anything with
15
   rovalties.
                It had to do with getting a royalty
16
   advance.
17
        0
              There is nothing in the license agreement
18
   that requires Stelor to pay royalty advances, is
19
   there?
20
        Α
              That's correct.
21
              So that's a provision in the settlement
22
   agreement that changes something in the license
23
   agreement, right?
24
              Yes.
        A
25
              And you had negotiations with Stelor about
        Q
```

```
1
 2
    THE STATE OF FLORIDA)
 3
    COUNTY OF MIAMI-DADE)
 4
         I, the undersigned authority, certify that the
 5
    aforementioned witness personally appeared before me
 6
 7
    and was duly sworn.
 8
 9
                         WITNESS my hand and official
                         seal this 23rd day of October
10
11
                         2006.
12
13
14
15
16
                          Louise R. Neuron
17
18
                        Thomas R. Neumann
                        Notary Public - State of Florida
                        My Commission Expires:
19
                                                  3/22/07
                        My Commission No.: DD187497
 20
 21
 22
 23
 24
 25
```

CERTIFICATE

THE STATE OF FLORIDA)
COUNTY OF DADE)

I, Thomas R. Neumann, Registered Reporter, State of Florida at large, do hereby certify that I was authorized to and did report said deposition in stenotype; and that the foregoing pages, numbered from 1 to 268, inclusive, are a true and correct transcription of my shorthand notes of said deposition.

I further certify that said deposition was taken at the time and place hereinabove set forth and that the taking of said deposition was commenced and completed as hereinabove set out.

I further certify that I am not attorney or counsel of any of the parties, nor am I a relative or employee of any attorney or counsel of party connected with the action, nor am I financially interested in the action.

The foregoing certification of this transcript does not apply to any reproduction of the same by any means unless under the direct control and/or direction of the certifying reporter.

1.6

IN WITNESS WHEREOF, I have hereunto set my hand this 23rd day of October 2006.

Romore R. Neuman

Thomas R. Neumann
Notary Public - State of Florida
My Commission Expires: 3/22/07
My Commission No.: DD187497