# EXHIBIT A to Declaration of Marc Guilford

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# UNITED STATES DISTRICT COURT CENTRAL DISTRICT OF CALIFORNIA

F.B.T. PRODUCTIONS, LLC; )
AND EM2M, LLC, )
PLAINTIFFS,)
VS. ) CASE NO. CV 07-3314 PSG (MANX)
AFTERMATH RECORDS DOING )
BUSINESS AS AFTERMATH )
ENTERTAINMENT; INTERSCOPE)
RECORDS; UMG RECORDINGS, )
INC.; AND ARY, INC., )
DEFENDANTS.)

DEPOSITION OF PETER PATERNO, TAKEN

ON BEHALF OF THE DEFENDANTS, AT

10250 CONSTELLATION BOULEVARD,

19TH FLOOR, CALIFORNIA, COMMENCING

AT 2:15 P.M., WEDNESDAY, APRIL

30, 2008, BEFORE ALEJANDRIA BAKER,

CSR NUMBER 11897.

FAX: 310.820.7933

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1	UNITED STATES DI	STRICT COURT		
2	FOR THE EASTERN DIST			
3	SOUTHERN DI			
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5	EIGHT MILE STYLE, LLC,	)		
6	ET AL.,	) )		
7	PLAINTIFFS,	) )		
8	VS.	) CASE NO. 2:07-CV-13164		
9	APPLE COMPUTER, INC.,	) )		
10	DEFENDANT.	) )		
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- 14:17:56 1 THE GENERAL INSTRUCTIONS THAT I ORDINARILY GIVE, BUT
- 14:17:59 2 JUST FOR PURPOSES OF CLARITY OF THE RECORD, I JUST WANT
- 14:18:01 3 TO GIVE A FEW VERY BASIC INSTRUCTIONS.
- 14:18:04 4 IN THIS DEPOSITION, I'LL BE ASKING YOU
- 14:18:06 5 QUESTIONS, OBVIOUSLY. AND UNLESS YOU RECEIVE AN
- 14:18:08 6 INSTRUCTION NOT TO ANSWER, YOU'LL ANSWER MY QUESTIONS.
- 14:18:12 7 IF YOU HAVE ANY QUESTIONS ABOUT THE
- 14:18:14 8 VERBIAGE I USE OR DON'T UNDERSTAND IT, JUST TELL ME YOU
- 14:18:17 9 DON'T UNDERSTAND IT, AND I'LL BE HAPPY TO REPHRASE IT.
- 14:18:20 10 OKAY?
- 14:18:21 11 A. OKAY.
- 14:18:21 12 Q. AND IS THERE ANY REASON YOU CAN'T ANSWER
- 14:18:23 13 MY QUESTIONS HONESTLY AND ACCURATELY TODAY? ARE YOU
- 14:18:26 14 UNDER ANY MEDICATION OR TIRED THAT MIGHT AFFECT YOUR
- 14:18:27 15 ABILITY TO ANSWER MY QUESTIONS HONESTLY AND ACCURATELY?
- 14:18:32 16 A. NO.
- 14:18:33 17 Q. OKAY. MR. PATERNO, WOULD YOU PLEASE
- 14:18:35 18 DESCRIBE FOR ME YOUR EXPERIENCE AS A LAWYER IN THE MUSIC
- 14:18:40 19 BUSINESS.
- 14:18:44 20 A. I STARTED DOING LEGAL WORK IN THE MUSIC
- 14:18:48 21 BUSINESS IN 1978, AND DID IT CONTINUOUSLY UNTIL 1990.
- 14:18:56 22 BETWEEN 1990 AND 1994, I RAN A RECORD COMPANY, AND THEN
- 14:19:03 23 THEREAFTER, I RETURNED TO PRACTICE LAW. I VE BEEN DOING
- 14:19:06 24 MUSIC LAW SINCE THEN UNTIL NOW.
- 14:19:08 25 Q. OKAY. YOU GRADUATED FROM LAW SCHOOL IN

	Page 11
14:19:11 1	WHAT YEAR?
14:19:12 2	A. 1976.
14:19:13 3	Q. OKAY. AND WHEN YOU SAY THAT YOU WERE IN
14:19:15 4	THE MUSIC BUSINESS FROM '78 TO 1990, WHO DID YOU WORK
14:19:22 5	FOR?
14:19:22 6	A. WELL, I WAS A LAWYER. I'VE ALWAYS BEEN
14:19:25 7	IN THE MUSIC BUSINESS.
14:19:26 8	Q. RIGHT.
14:19:26 9	A. I WAS A LAWYER, DOING PRIMARILY MUSIC
14:19:28 10	WORK AT THE TIME, FOR MANATT PHELPS.
14:19:31 11	Q. WHICH IS A LAW FIRM HERE IN LOS ANGELES?
14:19:33 12	A. YES.
14:19:34 13	Q. AND YOU WERE IN THEIR ENTERTAINMENT
14:19:36 14	DEPARTMENT OR MUSIC DEPARTMENT?
14:19:37 15	A. YES.
14:19:38 16	Q. OKAY. AND THEN YOU LEFT MANATT IN 1990;
14:19:41 17	IS THAT WHAT I UNDERSTAND?
14:19:43 18	A. YES. END OF 1989.
14:19:45 19	Q. OKAY. AND WHAT - YOU SAID YOU WENT
14:19:46 20	THERE YOU LEFT TO RUN A MUSIC LABEL?
14:19:48 21	A. A RECORD COMPANY.
14:19:49 22	Q. RECORD COMPANY.
14:19:50 23	WHAT WAS THE RECORD COMPANY?
14:19:51 24	A. HOLLYWOOD RECORDS.
14:19:52 25	Q. OKAY. AND WHY DID YOU LEAVE HOLLYWOOD

Page 12 14:19:57 1 RECORDS IN 1994? 14:20:00 2 A. BECAUSE THEY ASKED ME TO. 14:20:01 3 Q. OKAY. WHAT WAS YOUR POSITION AT 14:20:05 4 HOLLYWOOD RECORDS? A. I WAS THE PRESIDENT. 14:20:06 5 14:20:12 6 Q. OKAY. AND WHEN YOU LEFT IN 1994, DID 14:20:17 7 YOU FORM YOUR OWN LAW FIRM AT THAT POINT IN TIME? 14:20:20 8 A. I SPENT A YEAR TRYING TO GET A REAL JOB. 14:20:23 9 AND WHEN THAT DIDN'T HAPPEN, I WENT TO -- I WENT INTO 14:20:27 10 BUSINESS WITH A COUPLE OF FRIENDS OF MINE, WHO ARE THE 14:20:35 11 PEOPLE I'M IN BUSINESS WITH TODAY. 14:20:36 12 Q. AND WHO ARE THOSE PEOPLE? 14:20:36 13 A. HOWARD KING AND KEITH HOLMES AND 14:20:37 14 JILL BERLINER. 14:20:38 15 Q. OKAY. AND YOUR LAW FIRM WAS FORMED AT 14:20:39 16 THAT POINT IN TIME? 14:20:41 17 A. YES. 14:20:41 18 Q. NOW, IN CONNECTION WITH YOUR LEGAL 14:20:42 19 PRACTICE, DO YOU REPRESENT ARTISTS? A. MOSTLY. 14:20:45 20 Q. MOSTLY ARTISTS. 14:20:46 21 14:20:49 22 WHO ARE SOME OF THE BIGGER NAMED ARTISTS 14:20:51 23 THAT YOU REPRESENT?

14:20:54 25 CAREER?

14:20:53 24

MR. POMERANTZ: OVER THE COURSE OF HIS

- 14:20:54 1 BY MR. BUSCH:
- 14:20:55 2 Q. YES. OVER THE COURSE OF YOUR CAREER,
- 14:20:57 3 WHO ARE SOME OF THE BIGGER NAMED ARTISTS THAT YOU'VE
- 14:21:00 4 REPRESENTED?
- 14:21:01 5 A. METALLICA, DR. DRE, GUNS N' ROSES, ALICE
- 14:21:04 6 IN CHAINS, BRIAN SETZER, PEARL JAM, METALLICA. THERE'S
- 14:21:11 7 A LOT MORE.
- 14:21:12 8 Q. BUT YOUR PRIMARY -- THE PRIMARY FOCUS OF
- 14:21:16 9 YOUR PRACTICE IS REPRESENTING ARTISTS?
- 14:21:18 10 A. PRIMARY, YES.
- 14:21:19 11 Q. OKAY. HAVE YOU SPOKEN WITH ANYONE
- 14:21:33 12 REGARDING YOUR DEPOSITION TODAY? DID YOU DO ANYTHING TO
- 14:21:36 13 PREPARE FOR YOUR DEPOSITION TODAY?
- 14:21:38 14 Α. YES.
- 14:21:38 15 Q. WHAT DID YOU DO?
- 14:21:39 16 A. I MET WITH THESE GENTLEMEN.
- 14:21:44 17 MR. BUSCH: OKAY. AND SINCE YOU'RE
- 14:21:46 18 REPRESENTING HIM, I ASSUME YOU'LL BE ASSERTING THE
- 14:21:48 19 ATTORNEY-CLIENT PRIVILEGE CONCERNING YOUR COMMUNICATIONS
- 14:21:51 20 IN THE PREPARATION OF THE DEPOSITION?
- 14:21:54 21 MR. POMERANTZ: YES.
- 14:21:54 22 BY MR. BUSCH:
- Q. DID YOU -- WELL, LET ME ASK YOU THIS. 14:21:54 23
- 14:21:54 24 HOW LONG DID YOU MEET WITH THE ATTORNEYS
- 14:21:56 25 FOR UNIVERSAL? DON'T DISCLOSE WHAT YOU DISCUSSED, JUST

- 14:25:13 1 A. I DON'T KNOW. I MEAN, I MIGHT HAVE EVEN
- 14:25:14 2 READ THE COMPLAINT. I DON'T REMEMBER.
- 14:25:17 3 Q. OKAY. HAVE YOU SPOKEN TO ANYBODY
- 14:25:19 4 ASSOCIATED WITH THE PLAINTIFFS IN EITHER CASE ABOUT THE
- ISSUES INVOLVED IN THESE CASES? 14:25:22 5
- 14:25:24 6 I DON'T THINK SO. Α.
- 14:25:25 7 ο. OKAY. HAVE YOU DISCUSSED ANY OF THE
- 14:25:40 8 ISSUES INVOLVED IN THESE CASES WITH DR. DRE?
- 14:25:43 9 A. NO.
- Q. OKAY. LET'S GO BACK FOR A SECOND, IF WE 14:25:44 10
- 14:26:06 11 COULD, TO YOUR POSITION AND ACTIVITIES AT HOLLYWOOD
- 14:26:13 12 RECORDS.
- 14:26:13 13 WHAT WAS YOUR DAY-TO-DAY JOB
- RESPONSIBILITIES WHEN YOU WERE AT HOLLYWOOD RECORDS? 14:26:14 14
- 14:26:15 15 A. WELL, I RAN THE COMPANY, SO I WAS THE
- 14:26:18 16 CHIEF EXECUTIVE.
- AND WAS IT MICHAEL EISNER WHO TAPPED YOU 14:26:25 17 Ο.
- 14:26:29 18 TO HEAD UP HOLLYWOOD RECORDS?
- A. YES. 14:26:32 19
- Q. OKAY. JUST GENERALLY IN YOUR ROLE AS 14:26:34 20
- CHIEF EXECUTIVE, WHAT -- WHAT WERE YOU -- WERE YOU 14:26:37 21
- 14:26:40 22 RESPONSIBLE FOR SIGNING ARTISTS? WHAT WERE YOU
- 14:26:43 23 RESPONSIBLE FOR DOING? NEGOTIATING AGREEMENTS? JUST
- 14:26:45 24 GENERALLY, WHAT WERE YOUR DUTIES AND RESPONSIBILITIES?
- 14:26:47 25 Α. MOSTLY MY RESPONSIBILITIES WERE

- 14:26:49 1 OVERSEEING PEOPLE THAT SIGNED ARTISTS AND OVERSEEING
- 14:26:52 2 PEOPLE THAT MARKETED RECORDS OVERSEEING PEOPLE THAT
- 14:26:54 3 PROMOTED RECORDS. AND THAT WAS -- THAT'S KIND OF WHAT
- 14:26:57 4 YOU DO IN THAT JOB.
- 14:26:59 5 Q. OKAY. BUT --
- 14:26:59 6 Α. YOU DON'T REALLY DO ANYTHING. YOU JUST
- 14:27:01 7 MEET WITH PEOPLE THAT DO THINGS.
- O. I UNDERSTAND. 14:27:03 8
- AND YOUR EXPERTISE THAT ALLOWED YOU TO 14:27:04 9
- 14:27:08 10 HEAD UP THAT DEPARTMENT, WAS THAT OBTAINED THROUGH YOUR
- 14:27:11 11 EXPERIENCE AT MANATT.
- 14:27:14 12 A. I MEAN, PARTLY, I GUESS.
- Q. WELL, WHEN YOU WERE AT MANATT, WHAT WERE 14:27:17 13
- 14:27:18 14 YOUR -- WERE YOU NEGOTIATING AGREEMENTS? WERE YOU
- INVOLVED WITH SIGNING ARTISTS ON BEHALF OF CLIENTS? 14:27:21 15
- WHAT WERE YOU -- WHAT WAS YOUR PRACTICE FOCUSED ON WHEN 14:27:23 16
- 14:27:26 17 YOU WERE AT MANATT?
- 14:27:27 18 A. MY PRACTICE WAS FOCUSED ON REPRESENTING
- 14:27:31 19 ARTISTS IN WHATEVER -- WELL, THAT WAS THE PRACTICE I
- 14:27:35 20 DEVELOPED. I STARTED OUT DOING A LOT OF WORK FOR RECORD
- 14:27:38 21 COMPANIES. I WAS -- MOST OF THE RECORD COMPANIES, WHEN
- 14:27:41 22 I STARTED OUT, DIDN'T HAVE IN-HOUSE LEGAL DEPARTMENTS,
- 14:27:43 23 AND SO THEY USED OUTSIDE COUNSEL.
- 14:27:47 24 AND WE WERE OUTSIDE COUNSEL FOR TWO OR
- 14:27:49 25 THREE MAJOR LABELS, AND I DID A LOT OF THE AGREEMENTS

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14:31:36	1	THE FORMAT	ION OF	F ARY?		
14:31:41	2		A.	PERSONALLY, NO.		
14:31:42	3		Q.	OKAY.		
14:31:43	4		A.	MY FIRM MIGHT HAVE FORMED IT, BUT I		
14:31:45	5	DON'T REME	MBER.	IT WAS A LONG TIME AGO.		
14:31:52	6		Q.	ALL RIGHT. ARE YOU A BOARD MEMBER?		
14:31:53	7		Α.	I DON'T THINK SO, BUT I MIGHT BE.		
14:31:54	8		Q.	YOU DON'T KNOW?		
14:31:55	9		A.	NO. I HAVE NO IDEA.		
14:31:56	10		Q.	ARE YOU AN INCORPORATOR OF THAT		
14:31:59	11	CORPORATIO	7.5			
14:31:59	12		A.	PERSONALLY, NO. SOMEBODY IN MY LAW F	IRM	
14:32:02	13	MAY HAVE DO	ONE IT	Γ.		
14:32:03	14		Q.	OKAY. WHAT IS THE NATURE OF YOUR ROL	E	
14:32:04	15	WITH AFTER	MATH I	RECORDS?		
14:32:06	16		A. (	I'M THE LAWYER		
14:32:07	17		Q.	OKAY. ARE YOU OUTSIDE COUNSEL? ARE	YOU	
14:32:11	18	PAID AS AN	EMPLO	OYEE, A LAWYER WHO'S AN EMPLOYEE OF TH	Ë	
14:32:15	19	COMPANY, OI	RARE	YOU JUST OUTSIDE COUNSEL?		
14:32:19	20		A.	OUTSIDE COUNSEL.		
14:32:21	21		Q.	HAS IT CHANGED OVER TIME?		
14:32:22	22		A.	NO.		
14:32:23	23		Q.	DO YOU NEGOTIATE ON BEHALF OF AFTERMA	ТН	
14:32:26	24	RECORDS?				
14:32:27	25		A	YES.		

Page 23 Q. OKAY. HAVE YOU EVER REPRESENTED AN 14:32:27 1 14:32:31 2 ARTIST SIGNED TO AFTERMATH? 14:32:38 3 A. I DON'T THINK SO. 14:32:41 4 Q. OKAY. WHEN YOU SAY YOU NEGOTIATE ON 14:32:45 5 BEHALF OF AFTERMATH RECORDS, WHAT TYPE OF AGREEMENTS DO 14:32:48 6 YOU NEGOTIATE ON BEHALF OF AFTERMATH RECORDS? 14:32:52 7 Α. PRIMARILY AGREEMENTS OF ARTISTS, ARTISTS SIGNED TO AFTERMATH. 14:32:55 8 14:32:57 9 Q. OKAY. HAS THAT ROLE EVER CHANGED, OR IS 14:33:00 10 THAT PRIMARILY THE TYPE OF WORK YOU'VE DONE FOR 14:33:04 11 AFTERMATH RECORDS? 14:33:05 12 A. THAT'S PRIMARILY WHAT WE DO. THEY HAVE 14:33:07 13 EMPLOYMENT AGREEMENTS. WE DO THOSE FROM TIME TO TIME. 14:33:10 14 BUT, YOU KNOW, PRIMARILY IT'S ARTIST AGREEMENTS OR 14:33:13 15 AGREEMENTS WITH PRODUCERS. IT'S PRIMARILY WHAT WE DO. 14:33:16 16 Q. WHAT YEAR WAS AFTERMATH RECORDS FORMED? 14:33:19 17 Α. I THINK 1996. 14:33:23 18 Q. OKAY. 14:33:24 19 A. I THINK IT'S AFTERMATH ENTERTAINMENT, 14:33:26 20 BUT I -- IT'S HARD -- THAT MAY BE WRONG. IT SWITCHED 14:33:29 21 BACK AND FORTH. Q. I'LL JUST SAY AFTERMATH. 14:33:30 22 14:33:32 23 Α. RIGHT.

0.

14:33:37 25 NATURE OF THE NEGOTIATIONS, WHEN AN ARTIST IS SIGNED TO

14:33:32 24

OKAY. FROM 1996 UNTIL TODAY, HAS THE

- 14:33:41 1 AFTERMATH, CHANGED? AND WHAT I MEAN BY THAT IS: HAVE
- 14:33:45 2 THE PEOPLE WHO'VE BEEN INVOLVED ON THE AFTERMATH SIDE
- 14:33:49 3 STAYED PRETTY MUCH CONSISTENT?
- 14:33:51 4 A. YES.
- 14:33:51 5 Q. OKAY. AND WHO HAVE THOSE PEOPLE BEEN?
- 14:33:54 6 ME, DRE, AND WHATEVER PERSON AT MY FIRM Α.
- 14:34:05 7 HANDLES THE DRE ACCOUNT. THERE'S --
- WHAT DOES THAT MEAN? 14:34:08 8 Ο.
- 14:34:09 9 A. WE STAFF -- WE TYPICALLY STAFF A.
- 14:34:12 10 PARTICULAR CLIENT WITH A -- IF IT'S MY CLIENT, WITH ME,
- 14:34:16 11 SECOND IN COMMAND AND A PARALEGAL.
- Q. OKAY. SO BASICALLY YOU'RE THE LEAD GUY. 14:34:18 12
- 14:34:21 13 YOU PUT AN ASSOCIATE ON IT, AND YOU HAVE A PARALEGAL IN
- 14:34:24 14 CONNECTION WITH EACH PROJECT? IS THAT WHAT YOU'RE
- 14:34:26 15 TELLING ME?
- A. YES. BUT THEN, OF COURSE, THE 14:34:26 16
- 14:34:28 17 ASSOCIATES STAY THERE SO LONG THAT THEY ALL BECOME
- 14:34:31 18 PARTNERS AND -- UNECONOMICAL, BUT, YOU KNOW, THAT'S WHAT
- 14:34:35 19 WE DO.
- 14:34:35 20 Q. OKAY. I UNDERSTAND.
- A. WE'RE A SMALL FIRM. WE DON'T HAVE THE 14:34:36 21
- 14:34:38 22 BIG LEVERAGE THAT YOU BIG FIRMS HAVE.
- 14:34:41 23 WHAT IS THE NATURE OF AFTERMATH RECORDS 0.
- 14:34:43 24 DOING BUSINESS AS AFTERMATH ENTERTAINMENT, DO YOU KNOW?
- 14:34:45 25 A. NO, I DON'T KNOW.

- 14:34:48 1 Q. THOSE CORPORATE FORMALITIES OR NAMES,
- 14:34:50 2 YOU DON'T --
- 14:34:51 3 (SPEAKING SIMULTANEOUSLY.)
- 14:34:52 4 THE DEPONENT: YEAH. I DON'T PAY A LOT
- 14:34:53 5 OF ATTENTION TO IT.
- 14:34:54 6 BY MR. BUSCH:
- 14:34:54 7 Q. OKAY. BUT YOU UNDERSTAND THAT ARY IS A
- 14:34:57 8 JOINT VENTURE BETWEEN THREE ENTITIES: AFTERMATH;
- 14:34:59 9 INTERSCOPE RECORDS, A GENERAL -- A CALIFORNIA
- 14:35:05 10 PARTNERSHIP; AND INTERSCOPE RECORDS, AN UNINCORPORATED
- 14:35:11 11 DIVISION OF U.M.G. RECORDINGS --
- 14:35:13 12 MR. POMERANTZ: I THINK YOU SAID THAT
- 14:35:14 13 WRONG. YOU WANT TO READ IT? YOU WANT TO SAY IS
- 14:35:16 14 AFTERMATH COMPOSED.
- 14:35:17 15 MR. BUSCH: YEAH. I'M SORRY. THAT'S
- 14:35:17 16 WHAT I MEANT. THANK YOU.
- MR. POMERANTZ: WHY DON'T YOU RESTATE 14:35:18 17
- 14:35:19 18 THE QUESTION.
- 14:35:19 19 MR. BUSCH: THANK YOU.
- 14:35:20 20 BY MR. BUSCH:
- 14:35:20 21 Q. DO YOU UNDERSTAND THAT AFTERMATH IS A
- 14:35:22 22 JOINT VENTURE BETWEEN THREE ENTITIES: INTERSCOPE
- 14:35:25 23 RECORDS, WHICH IS A GENERAL -- CALIFORNIA GENERAL
- 14:35:27 24 PARTNERSHIP; INTERSCOPE RECORDS, AN UNINCORPORATED
- 14:35:30 25 DIVISION OF U.M.G. RECORDINGS, INC.; AND ARY?

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- 14:45:44 1 EMINEM'S SUCCESS?
- 14:45:45 2 A. WELL, THERE WERE FINANCIAL PROBLEMS
- 14:45:46 3 BECAUSE THERE WERE NO RECORDS AND THERE WAS NO REVENUE
- 14:45:49 4 SO I THINK -- I THINK EMINEM WAS THE FIRST ARTIST TO
- 14:45:54 5 COME OUT IN, LIKE, A COUPLE OF YEARS. SO IF YOU DON'T
- 14:45:57 6 HAVE REVENUE AND YOU HAVE EXPENSES, IT'S NOT A GREAT
- 14:46:00 7 SITUATION, BUT ...
- 14:46:01 8 Q. WELL, WOULD YOU AGREE THAT EMINEM'S
- 14:46:03 9 SUCCESS HAS GONE -- WAS INSTRUMENTAL IN AFTERMATH BEING
- 14:46:06 10 SUCCESSFUL?
- 14:46:07 11 A. I THINK IT WOULD BE INSTRUMENTAL IN ANY
- 14:46:09 12 LABEL BEING SUCCESSFUL. EMINEM IS A HUGE, HUGE ARTIST.
- 14:46:13 13 Q. SO THE ANSWER IS "YES"?
- 14:46:14 14 A. YES.
- 14:46:14 15 Q. OKAY, MR. PATERNO, IN YOUR POSITION IN
- 14:46:25 16 THE MUSIC BUSINESS AND AS A LAWYER, DO YOU WRITE
- 14:46:29 17 ARTICLES OR MAKE PUBLIC COMMENT FROM TIME TO TIME ON
- 14:46:33 18 ISSUES IN THE MUSIC BUSINESS?
- 14:46:36 19 A. I DON'T WRITE ARTICLES VERY MUCH BECAUSE
- 14:46:38 20 THEY TAKE TIME. BUT IF PEOPLE COME AND ASK ME
- 14:46:41 21 QUESTIONS, I'LL GIVE THEM SOME SILLY REPLY.
- 14:46:43 22 Q. SOME SILLY REPLY?
- 14:46:44 23 A. OR SOME -- NO. IT'S WHAT I BELIEVE, BUT
- 14:46:47 24 SOME MIGHT CONSIDER IT SILLY.
- 14:46:57 25 Q. HAVE YOU EVER SPOKEN ABOUT IN FAVOR OF

Page 36 14:47:00 1 ARTISTS' RIGHTS WITH RESPECT TO ROYALTIES IN THE MUSIC 14:47:06 2 BUSINESS? 14:47:13 3 MR. POMERANTZ: OBJECTION. VAGUE. 14:47:13 THE DEPONENT: YEAH. I'M NOT FOLLOWING 14:47:14 5 THAT. 14:47:14 6 MR. BUSCH: LET ME ASK -- LET ME 14:47:14 7 REPHRASE THE QUESTION. 14:47:15 8 BY MR. BUSCH: Q. HAVE YOU EVER MADE ANY PUBLIC COMMENT 14:47:15 9 14:47:16 10 ABOUT HOW ARTISTS WITH RESPECT TO ROYALTIES SHOULD BE COMPENSATED WHEN IT COMES TO DIGITAL EXPLOITATION OF 14:47:17 11 14:47:20 12 MUSIC? A. HAVE I MADE PUBLIC COMMENTS? 14:47:24 13 14:47:26 14 Q. HAVE YOU -- HAVE YOU BEEN ASKED WHETHER -- YOU KNOW, WHAT MANNER OR THE METHOD BY WHICH 14:47:27 15 The state of the same and a second contraction of the same state o ARTISTS SHOULD BE PAID FOR DIGITAL EXPLOITATION OF MUSIC 14:47:32 16 AS OPPOSED TO THE SALE OF PHYSICAL RECORDS? 14:47:36 17 14:47:39 18 MR. POMERANTZ: OBJECTION. VAGUE. THE DEPONENT: I MEAN, I KNOW THAT'S THE 14:47:41 19 14:47:42 20 ISSUE IN THIS LAWSUIT. IF YOU WANT TO KNOW WHAT MY 14:47:45 21 OPINION IS, I CAN GIVE YOU MY OPINION. BUT I DON'T 14:47:47 22 RECALL THAT ANYBODY SPECIFICALLY ASKED ME ABOUT THAT, 14:47:50 23 LIKE ANYBODY FROM THE MEDIA OR ANYTHING LIKE THAT. 14:47:53 24 BY MR. BUSCH:

14:47:54 25

Q. WHAT IS YOUR VIEW OF THIS LAWSUITT?

FAX: 310.820.7933

- 15:10:37 1 Α. I WOULD -- I DON'T KNOW. I WOULD
- 15:10:40 2 GUESS -- I THINK THE ARTISTS ARE '60S ARTISTS, AND IT'S
- 15:10:44 3 PROBABLY NOT THE SAME. BUT I'D HAVE TO LOOK AT THEM.
- 15:10:48 4 Q. OKAY.
- 15:10:52 5 A. A RECORD CONTRACT IN THE '60S WERE LIKE
- THREE PAGES LONG. THEY DIDN'T SAY MUCH OF ANYTHING. 15:10:56 6
- 15:10:59 7 Q. HAVE YOU PERSONALLY REVIEWED ANY OF THE
- 15:11:01 8 DIGITAL AGREEMENTS BETWEEN UNIVERSAL OR OTHER RECORD
- 15:11:04 9 COMPANIES AND VARIOUS DIGITAL DOWNLOAD COMPANIES?
- 15:11:07 10 A. NO.
- Q. DO YOU KNOW WHETHER THEY ARE LICENSES OR 15:11:07 11
- 15:11:09 12 NOT?
- I HAVEN'T LOOKED AT THEM. 15:11:10 13 Α.
- 15:11:11 14 OKAY. IF THEY ARE, IN FACT, LICENSES, Q.
- 15:11:22 15 IF THERE IS A DETERMINATION THAT THEY ARE, IN FACT,
- LICENSES, DO YOU HAVE A VIEW OF WHETHER THE ARTIST, 15:11:24 16
- 15:11:28 17 THEREFORE, WOULD BE ENTITLED TO 50 PERCENT OF THE
- 15:11:31 18 ROYALTIES IF THEIR AGREEMENT SAYS THAT THEY ARE TO BE
- 15:11:34 19 PAID 50 PERCENT ON LICENSES BETWEEN RECORD COMPANIES AND
- 15:11:37 20 THIRD PARTIES?
- MR. POMERANTZ: OBJECTION. IT'S AN 15:11:38 21
- 15:11:39 22 INCOMPLETE HYPOTHETICAL. IT ALSO CALLS FOR A LEGAL
- 15:11:42 23 CONCLUSION.
- 15:11:43 24 BY MR. BUSCH:
- 15:11:43 25 Q. GO AHEAD.

Page 83 15:48:22 1 MR. POMERANTZ: OBJECTION. VAGUE. 15:48:24 2 THE DEPONENT: IT'S A RECORDING 15:48:25 3 AGREEMENT. 15:48:26 4 BY MR. BUSCH: 15:48:27 5 Q. OKAY. IN IT, F.B.T. AGREED TO FURNISH 15:48:37 6 TO AFTERMATH THE EXCLUSIVE RECORDING SERVICES OF EMINEM; 15:48:39 7 IS THAT RIGHT? A. THAT'S WHAT IT SAYS, YES. 15:48:39 8 Q. OKAY. AND YOU REPRESENTED AFTERMATH IN 15:48:40 9 15:48:40 10 THE NEGOTIATION AND PREPARATION OF THIS DOCUMENT? 15:48:42 11 A. IN THE NEGOTIATION. I DON'T THINK I HAD 15:48:44 12 MUCH TO DO WITH THE PREPARATION. 15:48:46 13 Q. WHAT DO YOU MEAN BY THAT? A. I DON'T THINK I WROTE THIS. 15:48:48 14 15:48:49 15 Q. WHO WROTE IT? DID SOMEONE WRITE IT AT 15:48:52 16 YOUR DIRECTION? 15:48:52 17 A. YES. IT WOULD BE -- LET'S CALL IT MARNI 15:48:57 18 NIEVES. Q. THE SECOND CHAIR? 15:48:59 19 15:49:00 20 Α. YES. Q. BUT YOU, AS THE FIRST CHAIR, AS THE HEAD 15:49:00 21 15:49:02 22 OF THE TEAM, YOU WOULD HAVE REVIEWED IT TO MAKE SURE 15:49:05 23 THAT IT WAS CONSISTENT WITH WHAT YOU UNDERSTOOD THE DEAL 15:49:07 24 TO BE; RIGHT?

15:49:08 25

A. I MIGHT HAVE.