POINTS AND AUTHORITIES

NRCP 69 provides that "[i]n aid of the judgment or execution, the judgment creditor... may obtain discovery from ... the judgment debtor, in the manner provided in these rules."

NRCP 69(a).

A. Mr. Margolin is Entitled to a Judgment Debtor Examination

Pursuant to NRCP 62, proceedings to enforce a money judgment may be initiated once 10 days have passed since the entry of judgment, unless the judgment debtor has obtained a stay by posting a supersedeas bond. NRCP 62. On June 27, 2013, written notice of entry of the judgment was served. More than 10 days have passed, and Zandian has not paid any part of the \$1,495,775.74 judgment owed and has neither sought nor obtained a stay.

To the contrary, Zandian has avoided any contact with Mr. Margolin and his counsel. In fact, Zandian's new counsel recently sent Mr. Margolin's counsel a letter stating that Zandian intends to move this Court to set aside the judgment pursuant to NRCP 60. See Exhibit 1. Zandian's counsel told Mr. Margolin's counsel on December 6, 2013, that the basis for the NRCP 60 motion is a "failure to properly serve" as Zandian "has been a resident of France for the last 6 to 7 years" and we did not serve him there.

However, it is clear that in John Peter Lee's motion to withdraw, he provided counsel and the Court with Zandian's last known address as 8775 Costa Verde Blvd., San Diego, CA 92122. *See* Motion to Withdraw, dated 3/6/12, on file herein. Also, on April 11, 2012, Zandian and his business partners, including his new counsel in this matter, filed an easement where Zandian had his signature notarized in San Diego, CA. *See* Exhibit 2. In his fraudulent letter to the US Patent Office, dated December 5, 2007, Zandian provided his address as 8775 Costa Verde Blvd., Suite 501, San Diego, CA 92122. *See* Exhibit 3. Zandian signed a settlement agreement on June 19, 2008 and listed his address as 8775 Costa Verde Blvd., Suite 501, San Diego, CA 92122. *See* Exhibit 4.

The notice of entry of default judgment was served to the following addresses:

Reza Zandian 8775 Costa Verde Blvd. San Diego, CA 92122

513B

Ptn. of APN's: 015-311-18 015-311-19

AFTER RECORDING RETURN TO:
NEVADA DEPT. OF
TRANSPORTATION
RIGHT-OF-WAY AVISION
ATTN: STAFF SPE TALIST ACQ
1263 S. STEWART SE
CARSON CITY, N. 89

LEGAL DESCRIPTION
PREPARED BY:
HALANA D. SALAZAR
NEVADA DEPT. OF
TRANSPORTATION
RIGHT-OF-WAY DIVISION
1263 S. STEWART ST,
CARSON CITY, NV 89712

Project: SPF-050-2(019)

E.A.: 73475

Parcel's: U-050-LY-019,717TE

U-050-LY-019.752TE

DOC # 489610

04/11/2012

12:39 PM Record

Requested By STATE OF NEVADA

Lyon County - NV Mary C. Milligan - Recorder

Page 1 of 10 Fee: Recorded By: DLW RPTT:

TEMPORARY EASEMENT DEED

ELIAS ABRISHAMI AND MINOO ABRISHAMI, HUSBAND AND WIFE AS TO AN UNDIV DED 2/6TH INTEREST;

ENAYAT ABRISHAMI AND NAIMA ABRISHAMI, HUSBAND AND WIFE AS TO AN UNDIVIDED 1/6TH INTEREST:

Eagles Nest LLC, A California limited liability company, AS TO AN UNDIVIDED 12.50% INTEREST;

Johnathon Fayeghi, an unmarried man, as to an Undivided 3.0% interest; and Rashad El-Sabawi and Reem El-Sabawi, Trustees of the Rashad and Reem El-Sabawi Family Trust, as to an undivided 9.50% interest; as tenants in common hereinafter called GRANTOR, and the STATE OF NEVADA, acting by and through its Department of Transportation, hereinafter called GRANTEE.

Page 1 of 7

04/11/2012 002 of 10

WITNESSETH:

That the GRANTOR, for and in consideration of the sum of ONE DOLLAR (\$1.00), lawful money of the United States of America, and other good and valuable consideration, the receipt whereof is hereby acknowledged, does by these presents grant unto the GRANTEE and to its assigns for those purposes as contained in Chapter 408 of the Nevada Revised Statutes, two (2) temporary easements upon, over and across certain real property of the undersigned for construction. Said easements are situate, lying and being in the County of Lyon, State of Nevada, and more particularly described as being a portion of the SW 1/4 of the NE 1/4 of Section 10, T. 17 (2), R. 23 E., M.D.M., and more fully described by metes and bounds as follows, to wit:

Parcel: U-050-LY 019 17

COMMENCING at Latched Rock with 1/4 etched on the west side, accepted as being the east quarter corner of acciding T. 17 N., R. 23 E., MD.M., shown and delineated as a "FD. STONE WITH SCRIBED '1/4 IN RC CK MOUND" on that certain MERGER AND RESUBDIVISION PARCEL M.P. P. P. N. LLIVAN/CROSBY TRUST, filed for record on June 30, 2010, as File No. 461442, in the Office Records of Lyon County, Nevada; thence N. 89°48'30" W., along the east-west quarter section lines is aid Section 1, a distance of 5,262.29 feet (N. 89°48'33" W. - 5,263.58 feet, per said. ARSEL MAP), to a 2" Iron Pipe with nail and tag stamped "LS 1635", accepted as being the wests darter corner of said Section 1, shown and delineated as a "FD. 2" IRON PIPE TAGGED 3 100% on said PARCEL MAP; thence S. 60°06'34" W. a distance of 9,029.72 feet to the POIL TOF BEGINNING; said point of beginning further described as being the interset lop of the right or southeasterly right-of-way line of US-50 with the north-south quarter section lines said Section 10, 183.00 feet right of and measured at right angles to the centerline of US-50 at Pire and Engineer's Station "X2" 1095+83.53 P.O.T.; thence N. 65°09'38" E., along said south asterly right-of-way line, a distance of 16.48 feet; thence S. 24°50'22" E. a distance of 50 or feet; thence S. 65°09'38" W. a distance of 39.59 feet to said north-south quarter section line, hence N. 0°02'13" W., along said quarter section line, a distance of 55.08 feet to the point of begin, ling; said-parcel contains an area of 1,402 square feet (0.03 of an acre).

Parcel: U-050-LY-019.752TE

COMMENCING at a Notched Rock with 1/4 etched on the west side, the being the east quarter corner of Section 1, T. 17 N., R. 23 E., MD.M., shown and deline that a "FD. STONE WITH SCRIBED '1/4' IN ROCK MOUND" on that certain MERGER AND RESUBDIVISION PARCEL MAP FOR SULLIVAN/CROSBY TRUST, filed for record on July 2010, as File No. 461442, in the Official Records of Lyon County, Nevada; thence N. 89° 30°, W., along the east-west quarter section line of said Section 1, a distance of 5,262.29 feet (N. 89°48'33" W. - 5,263.58 feet, per said PARCEL MAP), to a 2" Iron Pipe with nail and tag stamped "LS 1635", accepted as being the west quarter corner of said Section 1, shown and delineated as a "FD. 2" IRON PIPE TAGGED LS 1635" on said PARCEL MAP; thence S. 62°35'35" W. a distance of 8,818.66 feet to the POINT OF BEGINNING; said point of beginning further described as being the intersection of the left or northwesterly right-of-way line of US-50 with the north-south quarter section line of said Section 10, 161.00 feet left of and measured at right angles to the centerline of US-50 at Highway Engineer's Station "WB" 1097+68.36 P.O.T.; thence N. 0°02'13" E., along said north-south quarter section line, a distance of 46.82 feet; thence S. 89°35'56" E. a distance of 38.69 feet; thence S. 3°48'07" E. a

04/11/2012 003 of 10

distance of 27.86 feet to said northwesterly right-of-way line; thence S. 65°09'38" W., along said northwesterly right-of-way line, a distance of 44.64 feet to the point of beginning; said parcel contains an area of 1,486 square feet (0.03 of an acre).

The Basis of Bearing for this description is the NEVADA STATE PLANE COORDINATE SYSTEM, NAD 83/94 DATUM, West Zone, as determined by the State of Nevada, Department of Transportation.

The above described temporary rights shall commence on January 1, 2012 and shall continue through and include the termination date of December 31, 2014.

This agreement may be executed simultaneously in one or more counterparts, each of which shall be demer an eiginal, but all of which together shall constitute one and the same instrument.

TO HAVE AND To the said GRA TEE and to any heirs, successors and assigns for the term of this temporary easen and the said GRA TEE and to any heirs, successors and assigns for the term of this temporary easen and the said GRA TEE and to any heirs, successors and assigns for the term of this temporary easen and the said real property, together with the

IN WITNESS WHEREOF said GRANTOR has hereunto signed on the day and year first above written.

REZA ZANDIANAND NILOOFAR FOUGHANI, JUST AND AND WIFE
BY:
Reza Zandian
BY:
Niloofar Foughani
State of CALIGORNIAT County of SAN DIEGO
This instrument was acknowledged before me on 10 th day of 34W 28/2 by Reza
Zandian.
S ROBERT W KIM Aunt w kin
ROBERT W. KIM Commission # 1884591 Notary
A Solution Notary Public - California
San Diego County 'y Comm. Expires Mar 29, 2014

Page 3 of 7

State of <u>CALITIORNIW</u> County of <u>SAN 01590</u>	<i>7</i> .	
This instrument was acknowledged before me Foughani.	e on 10 th day of 574N 2011	2 by Niloofar
S ROBERT W. KIM Commission # 1884591 A ary Public - California	House to Ke	<u></u>
A L Rary Rublic - California Diego County 1 y Califf Expl 6 Mar 29, 2014		
ELIAS ABRISHAMI AND MIN 20 35 HAMI, HUS	BBAND AND WIFE	
BY: Elias Abrishami		
BY: Minoo Abrishami		
State of	4	
This instrument was acknowledged before m Abrishami.	ne onday of	by Elias
S .	Notary	
E A	Notary	
	4	
State of		
County of		*
This instrument was acknowledged before m Abrishami.	e on day of	by Minoo
S .		
5 = A	Notary	

Page 4 of 7

04/11/2012 005 of 10

State of		
This instrument was acknowledged before me on _ Foughani.	day of by Nile	oofar
S E A L	Notary	
ELIAS ABRISHAMI AND MINO DE AMI, HUSBAND BY: Elias Abrishami BY: Minoo Abrishami	D AND WIFE	
State of County of		- 1:
This instrument was acknowledged before me on _Abrishami. State of Cellifornia, County of	by E	Elias
Notary Public, personally appeared A Archiver who proved to me on the basis of satisfactory evidence to be the personal who proved to me on the basis of satisfactory evidence to be the personal whose name(s) infer subscribed to the within instrument and acknowledged to me that both publicate algorithms in his headings suthorized capacity time. A and that by his heading against responsibly on the instrument the personal, or the entity upon behalf of which the personal acted, executed the instrument, I contify under PRNALTY OF PERTURY under the laws of the State of California that the foregoing paragraph is true and correct, WITNESS my hand and official seal.	AFSHIN KU M Commission # 1795008 Notary Public - California	
State of	Los Angeles County My Comrn. Expires Apr 21, 012	
This instrument was acknowledged before me on	day ofby Mì	noo
whose name(s) these whose tool to the within instrument and acknowledged to the whole instrument and acknowledged to the state and acknowledged to the state in highership were capacity (see), and that by highership records on the instrument the person(s), or the easily upon behalf of which the person(s) send, executed the instrument. I carriefy under PENALTY OF PERSURY under the larve of the State of California that the foregoing paragraph is tree and upperfig 4 of 7 withinks my hand and efficial seal.	AFSHIN KHODDAM Commission # 1795068 Notary Public - California Los Angeles County My Comm. Expires Apr 21, 2	NNAT A

04/11/2012 006 of 10

ENA'	YAT ABRISHAMI AND NAMA ABRISHAMI, HI	JSBAND AND W	/IFE	
BY:	Enayat Skyshami			
BY:	Naima Abrishami			
State				
Coun		Th	7	
Abris	This instrument was a knowledged before me	e on <u>11</u> day o	f <u></u> <u>Jan, 2012</u> by	Enayat
	State of California, County of	dian	Net Net	٠,
E	who proved to me on the basis of satisfactory bytes whose name(t) (is/re subscribed to the within instrume and a mowle sed to me that (he) he they executed the same in his/per/their authorized can	N	otary	
Α	and that by higher/their sigunature () on the instrument the person or the entity upon behalf of which the person () acted, executed a instrument.	****	WATEL TOMORODIAN	
L	I certify under PENALTY Of PERJURY under the laws of the State of California that the foregoing paragraph is true and con-	Col	HIMEH ZOMORODIAN mmission # 1794423	
	WITNESS my hand and official seal.		ary Public - California 🕺 os Angeles County 🚡	
State			comm. Expires Apr 21, 2012	
Coun	ty of to Angeles		•	
	This instrument was acknowledged before me	on do	f	Naima
Abrish	Pathle of California, County of Les Angelas	Name of the last	^ -	
	On Jon 18 2012before me, Tahim a hour Sham who proved to me on the busis of satisfactory evidence to be the person(s)	• •		v
S	whose name(#kic/she subscribed to the within instrument and acknowledged to	•		
Ē	me that he they executed the same in higher their authorized capacity time, and that by his her their signasture (40 on the instrument the person (4), or the	No	ary.	
Α	entity upon behalf of which the person(\$) acted, executed the instrument. I certify under PENALTY OF PERJURY under the laws of the			
L	State of California that the foregoing paragraph is true and correct. WITNESS my hand and official seal.	•	and who	ممممر
	WITINESS My name and official sens.		PANIMIE ON P	RODIAN 794423
EAGL	ES NEST LLC, A California Limited Liability Co	ompany Y	Notary Public - C Los Angeles C My Comm. Expires	ornia &
BY:		***		
	Bahman Tamjidi			

Page 5 of 7

04/11/2012 007 of 10

Bahman Tanjidi	
State ofCALFORMAN County of	
This instrument was acknowledged by fore me on day of by Bahman as	Tamjidi
See The allachment wo	TANY
JOHNATHON FAYEGHI, AN UNMARRIED MAN BY: Johnathon Fayeghi	
State of County of	
This instrument was acknowledged before me on day oflohnathon Fayeghi.	by
Notary	

Page 6 of 7

CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

State of California	· 1
County of Los Angels	
On Feb. 1st. 2012 before me, Sharo	Danieli Farra
Un <u>Yeb. IST. 2012</u> before me, <u>Sylato</u>	Here Insert Name and Title of the Officer
personally appeared Bahman Tar	Name of of Signer of
V _O	who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.
Los Angeles County My Comm. Expires Jun 5, 2014	certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is the end of cect. WITH TSS my land and official seal.
Place Notary Seal Above OPTIC Though the information below is not required by law, it re	may prove valuable to proons relying on the document
and could prevent fraudulent removal and rea Description of Attached Document	attachment of this form to cother document.
·	Easement Lid
Title or Type of Document: 1em porary	14.100 0 10.1
Document Date: Feb. 1st. 2012	Number of Pages:
Signer(s) Other Than Named Above:	
Capacity(les) Claimed by Signer(s)	
Signer's Name:	Signer's Name:
☐ Individual	☐ Individual
Corporate Officer — Title(s):	☐ Corporate Officer — Title(s):
☐ Partner — ☐ Limited ☐ General	☐ Partner — ☐ Limited ☐ General
Attorney in Fact OF SIGNER	☐ Attorney in Fact OF SIGNER Top of thumb here
1 Irustee	☐ Irustee
Guardian or Conservator Other:	☐ Guardian or Conservator ☐ Other:
Signer Is Representing:	Signer is Representing:

EAGLES NEST LLC, A California Limited Liability	Company
BY: Bahman Tonjidi	_
State of	·
This instrument was acknowledged by fore me on _ asofles Nes	day of by Bahman Tamjidi t LLC.
S E A L	Notary
JOHNATHON FAYEGHI, AN UNMARRIED MAN	
State of <u>Nevada</u> County of <u>Clark</u>	
This instrument was acknowledged befor Johnathon Fayeghi.	re me on 16th day of February, by
SHARLENE M. MARSCHALL Notary Public State of Nevada No. 07-1628-1 My appt. exp. Jan. 31, 2015	Mailene M. Maischall Motary

Page 6 of 7

to be the

RASHAD AND REEM EL-SABAVVI FAMILY (RUS)
BY: Rashad El-Sabawi
BY: Reem El-Sabani
State ofCounty of
This instrument was acknowledged before me onday ofby Rashad El-Sabawi, as Trustee of the Rashad and R.S. El-Sabawi Family Trust.
FRANCES CANDIFF Notary Public, State of Nevada Appointment No. 99-37472-1 My Appt. Expires Nov 14, 2015
State of Normal County of Vere
This instrument was acknowledged before me on day of by Reem El-Sabawi, as Trustee of the Rashad and Reem El-Sabawi Family Trust.
S FRANCES CANDIFF Notary Public, State of Nevada Appointment No. 99-37472-1 My Appt. Expires Nov 14, 2015

D11-40

Exhibit 3

Exhibit 3

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858-625-246D

P . 4

Optima Technology Corporation

8775 Costa Verde Blvd. Suite 501, San Diego CA 92122 Phone: 775-450-6833 Fax: 858-625-2460

December 5, 2007

United States Patent Office Patent Assignment Department

Fax: 571-273-0140

Subject: Assignment of Patents -

Dear Sir,

Reference to our telephone conversation of today with Mr. Maurice please find herewith the information cover sheet and credit card payment form and the power of attorney from Mr. Jed Margolin to Optima Technology Corporation for four patents Numbers:

5,566,073 5,904,724 6,377,436 5,978,488

to be assigned to Optima Technology Corporation a Nevada Corporation with the Address:

Mr. John Peter Lee Esq. 830 Las Vegas Boulevard South, Las Vegas NV 89101

Thank you in advance for your co-operation, please call 775-450-6833 if you have any question.

Truly Yours

Reza Zandian
Director/Officer Optima Technology Corporation

Exhibit 4

Exhibit 4

07/31/2008

002 of 20

SETTLEMENT AND MUTUAL RELEASE AGREEMENT

This Agreement is made and entered into this 17th day of June, 2008, "effective date" by and between Reza Zandian ("Zandian"), Fred Sadri individually and as trustee of Star Living Trust ("Sadri") and Ray Koroghli ("Koroghli") individually and as Members and Managing Members of Wendover Project, LLC, Nevada Land &Water Resources, LLC and Big Spring Ranch, LLC.

1. RECITALS

- 1.1 WHEREAS Sadri is joined in this Agreement in his individual capacity and as
 Trustee of the Star Living Trust ("Trust") and
- 1.2 The use of the name "Sadri" shall reflect his agreement individually to the terms and provisions of this Agreement, and also his agreement to these terms and provisions as a Trustee of the Star Living trust without repetition of that fact through the body of this Agreement.
- 1.3 WHEREAS Zandian, Sadri and Koroghli are or have been Managing Members of Wendover Project, LLC ("Wendover"), Nevada Land and Water Resources, LLC ("Nevada Land") and Big Spring Ranch, LLC ("Big Spring"), jointly LLC's and this Agreement binds the individual parties and the LLC's identified; and
- 1.4 WHEREAS all of the above are limited liability companies formed in and doing business in the State of Nevada; and
- 1.5 WHEREAS each individual party to this Agreement is married, and each individual party will indemnify each and every other party on account of any causes of actions,





claims or demands made by their respective spouses on account of any of the matters contained in this Agreement and hold each of them harmless therefrom; and

- affairs of the LLC's and the nature and extent of the assets of each of the LLC's since May, 2004, and accordingly has no information concerning the admission of members, the sale of assets of the LLC's, the debts incurred or any financial information whatsoever, all of which is within the knowledge and control of Sadri and Koroghli, but which information will be revealed to Zandian as herein provided; and
- 1.7 WHEREAS litigation was commenced by Zandian on the 10th day of October, 2005 as Plaintiff who brought suit in the Nevada Eighth Judicial District, Clark County Nevada, against Sadri and Koroghli and the LLC's named herein as Case No. A511131, which litigation resulted in a Judgment in Zandian's favor entered on the 8th day of June, 2007, which Judgment has been appealed and cross-appealed and is presently pending in the Supreme Court of Nevada as Case No. 49924 (jointly "Litigation"); and
- 1.8 WHEREAS the parties intend that they will, in writing, acknowledge

 Zandian as a Managing Manager in good standing in each of the LLC's referred to in

 these Recitals with equal voting rights as Sadri and Koroghli and same rights and benefits he had
 before May 2004 granted by Operating Agreement of ("Wendover") and (Big Spring Ranch");

 and
- 1.9 WHEREAS the parties hereto have a dispute as to the control and ownership of the LLC's identified in Section 1.3 as well as other properties held by them as tenants in common. It is the intention of the parties to this agreement to resolve all outstanding disputes

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07/31/2008 004 of 2

between and amongst them that exist as of the date of this Settlement Agreement and Mutual Release. This Agreement is intended as a full and complete compromise of the various disputes between the parties hereto and should serve as a complete resolution thereof.

2. TERMS OF AGREEMENT

The parties hereby agree to the following terms and agree to perform any and all acts necessary, including signing necessary documents, to implement the following agreements:

2.1 Wendover Project, LLC

- 2.1.1 The Wendover Operating Agreement dated December 26, 2003 and signed on December 28, 2003, shall remain in full force and effect except as set forth in this Settlement Agreement and Mutual Release;
- 2.1.2 The acquisition price of the property presently held by Wendover Project, LLC ("Wendover"), shall be reduced by \$3 million to \$12 million, which reflects a withdrawal of the credit given to Zandian for the delivery of the Damen Shipyard stock. Sadri and Koroghli and ("Wendover") disavow any claim to that stock, and Zandian shall be free to pursue that stock from Pico Holdings;
- 2.1.3 The parties agree that only the Wendover's sale of +/- 32 acres to Peppermill Hotel & Casino is recognized, acknowledged and shall be given full force and effect;
- 2.1.4 Zandian, Sadri and Koroghli are and hereinafter shall be the managing members of Wendover. In that regard, the Wendover operating agreement shall be amended to require that any decision shall be made with advance written notice being given to all three managing members and a vote of two out of the three managing members being binding, each managing member shall have equal voting power. Any amendment to the Operating Agreement shall require a unanimous vote of all three managers;

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between and amongst them that exist as of the date of this Settlement Agreement and Mutual Release. This Agreement is intended as a full and complete compromise of the various disputes between the parties hereto and should serve as a complete resolution thereof.

2. TERMS OF AGREEMENT

The parties hereby agree to the following terms and agree to perform any and all acts necessary, including signing necessary documents, to implement the following agreements:

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- 2.1.1 The Wendover Operating Agreement dated December 26, 2003 and signed on December 28, 2003, shall remain in full force and effect except as set forth in this Settlement Agreement and Mutual Release;
- 2.1.2 The acquisition price of the property presently held by Wendover Project, LLC ("Wendover"), shall be reduced by \$3 million to \$12 million, which reflects a withdrawal of the credit given to Zandian for the delivery of the Damen Shipyard stock. Sadri and Koroghli and ("Wendover") disavow any claim to that stock, and Zandian shall be free to pursue that stock from Pico Holdings;
- 2.1.3 The parties agree that only the Wendover's sale of +/- 32 acres to Peppermill Hotel & Casino is recognized, acknowledged and shall be given full force and effect;
- 2.1.4 Zandian, Sadri and Koroghli are and hereinafter shall be the managing members of Wendover. In that regard, the Wendover operating agreement shall be amended to require that any decision shall be made with advance written notice being given to all three managing members and a vote of two out of the three managing members being binding, each managing member shall have equal voting power. Any amendment to the Operating Agreement shall require a unanimous vote of all three managers;

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between and amongst them that exist as of the date of this Settlement Agreement and Mutual Release. This Agreement is intended as a full and complete compromise of the various disputes between the parties hereto and should serve as a complete resolution thereof.

2. TERMS OF AGREEMENT

The parties hereby agree to the following terms and agree to perform any and all acts necessary, including signing necessary documents, to implement the following agreements:

2.1 Wendover Project, LLC

- 2.1.1 The Wendover Operating Agreement dated December 26, 2003 and signed on December 28, 2003, shall remain in full force and effect except as set forth in this Settlement Agreement and Mutual Release;
- 2.1.2 The acquisition price of the property presently held by Wendover Project, LLC ("Wendover"), shall be reduced by \$3 million to \$12 million, which reflects a withdrawal of the credit given to Zandian for the delivery of the Damen Shipyard stock. Sadri and Koroghli and ("Wendover") disavow any claim to that stock, and Zandian shall be free to pursue that stock from Pico Holdings;
- 2.1.3 The parties agree that only the Wendover's sale of +/- 32 acres to Peppermill Hotel & Casino is recognized, acknowledged and shall be given full force and effect;
- 2.1.4 Zandian, Sadri and Koroghli are and hereinafter shall be the managing members of Wendover. In that regard, the Wendover operating agreement shall be amended to require that any decision shall be made with advance written notice being given to all three managing members and a vote of two out of the three managing members being binding, each managing member shall have equal voting power. Any amendment to the Operating Agreement shall require a unanimous vote of all three managers;

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- 2.1.5 Zandian, Sadri and Koroghli, as managing members, shall each receive one-third (1/3) of the six percent (6%) brokerage fee, which would otherwise be received by Network Realty for any future sales or lease from the Wendover, LLC, excluding the prior sale to Peppermill.
- 2.1.6 Zandian, Koroghli and Sadri are and will hereinafter be deemed the managing members of Wendover Project LLC, with the right for each to receive one-third (1/3) of fifty percent (50%) of the net profit received from the sale, lease or development of any Wendover Project, LLC property. The net profit shall be calculated as follows:
 - a. First priority is the repayment of all members' interests on a pro-rata basis, without interest;
 - Second priority is repayment of closing costs, property taxes and development expenses related to ("Wendover"), including brokerage commissions;
 - c. This will yield the net profit, Fifty Percent (50%) of which shall be distributed to all members, pro-rata on the amount of their investment, and the remaining Fifty Percent (50%) shall be distributed to Zandian, Koroghli and Sadri equally, one-third (1/3)each.
- 2.1.7 Zandian, Koroghli and Sadri Agreed that since all of ("Wendover")

 Members benefited from the reduction of ('Wendover") property acquisition costs, all legal fees paid or to be paid related to defend the above Litigation specified in Recital 1.7 shall be paid by Wendover Project LLC to the defense attorneys.

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2.2 Big Springs Ranch, LLC

- 2.2.1 Zandian, Sadri and Koroghli are and hereinafter shall be the managing members of Big Spring Ranch LLC. In that regard, Big Spring Ranch LLC operating agreement of December 26, 2003 and signed on December 28, 2003 shall be amended to require that any decision shall be made with advance written notice being given to all three managing members and a vote of two out of the three managing members being binding, each managing member shall have equal voting power. Any amendment to the Operating Agreement shall require a unanimous vote of all three managing members;
- 2.2.2 Proceeds from the sale, lease or other disposition of Big Springs Ranch property or assets shall be as follows:
 - a. First priority is repayment of total purchase amount of Two Million Eight Hundred Thousand and 00/100 Cents (\$2,800,000) to be paid to contributors Sadri and Koroghli, Nine Hundred Thousand Dollars and 00/100 Cents (\$900,000) each without interest and other member, One Million Dollars and 00/100 Cents (\$1,000,000) without interest according to their initial investment;
 - Second priority is to the payment of all property taxes, closing costs or development expenses related to Big Spring Ranch paid by Sadri and/or Koroghli, less any rent collected;
 - c. The balance of any proceeds "net profit" shall be paid to Sadri and Zandian equally or Twenty-Six and Sixty Six percent 26.66% each; and to Koroghli Twenty Five Percent (25%); and to other member Twenty Percent (20%) per Unanimous Agreement of all three Managing Members

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2.2 Big Springs Ranch, LLC

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- 2.2.1 Zandian, Sadri and Koroghli are and hereinafter shall be the managing members of Big Spring Ranch LLC. In that regard, Big Spring Ranch LLC operating agreement of December 26, 2003 and signed on December 28, 2003 shall be amended to require that any decision shall be made with advance written notice being given to all three managing members and a vote of two out of the three managing members being binding, each managing member shall have equal voting power. Any amendment to the Operating Agreement shall require a unanimous vote of all three managing members;
- 2.2.2 Proceeds from the sale, lease or other disposition of Big Springs Ranch property or assets shall be as follows:
 - a. First priority is repayment of total purchase amount of Two Million Eight Hundred Thousand and 00/100 Cents (\$2,800,000) to be paid to contributors Sadri and Koroghli, Nine Hundred Thousand Dollars and 00/100 Cents (\$900,000) each without interest and other member, One Million Dollars and 00/100 Cents (\$1,000,000) without interest according to their initial investment;
 - Second priority is to the payment of all property taxes, closing costs or development expenses related to Big Spring Ranch paid by Sadri and/or Koroghli, less any rent collected;
 - c. The balance of any proceeds "net profit" shall be paid to Sadri and

 Zandian equally or Twenty-Six and Sixty Six percent 26.66% each; and to

 Koroghli Twenty Five Percent (25%); and to other member Twenty

 Percent (20%) per Unanimous Agreement of all three Managing Members

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2.2 Big Springs Ranch, LLC

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 - a. First priority is repayment of total purchase amount of Two Million Eight Hundred Thousand and 00/100 Cents (\$2,800,000) to be paid to contributors Sadri and Koroghli, Nine Hundred Thousand Dollars and 00/100 Cents (\$900,000) each without interest and other member, One Million Dollars and 00/100 Cents (\$1,000,000) without interest according to their initial investment;
 - Second priority is to the payment of all property taxes, closing costs or development expenses related to Big Spring Ranch paid by Sadri and/or Koroghli, less any rent collected;
 - c. The balance of any proceeds "net profit" shall be paid to Sadri and

 Zandian equally or Twenty-Six and Sixty Six percent 26.66% each; and to

 Koroghli Twenty Five Percent (25%); and to other member Twenty

 Percent (20%) per Unanimous Agreement of all three Managing Members

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signed and agreed with other member dated December 28, 2003 (Mr. Abrishami 20%, Mr. Sadri 26.666%, Mr. Zandian 26.666% and Mr. Koroghli 26.666%) further personal concession of Mr. Koroghli to other member One and Sixty Six Percent (1.66%) which brings the members interest to Twenty One and Sixty Six Percent (21.66%).

2.3 The Sparks 320 acres

- 2.3.1 320 acres of the property presently in Big Springs Ranch, LLC, APN 076-100-19 Washoe County shall be transferred to Zandian, Sadri and Koroghli as tenants in common in equal shares Thirty Three and One Third (33.33%) each;
- 2.3.2 The proceeds from the sale, lease or other disposition of the Sparks 320 acres shall be as follows:
 - First priority is to repayment of the initial investment of Forty Seven
 Thousand Five Hundred Dollars and 00/100 Cents (\$47,500) each to
 Koroghli and Sadri, without interest;
 - Second priority shall be to payment of property taxes, closing costs or any development expenses related to 320 acres paid by Sadri and/or Koroghli without interest;
 - The remaining proceeds shall be distributed equally one-third (1/3) each to
 Zandian, Koroghli and Sadri.

2.4 The Pah Rah Property

2.4.1 The property generally known to the parties as the Pah Rah Property, consisting of 4,485.76 acres in Washoe County with APN Nos. 079-150-09; 079-150-10; 079-150-13;



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084-040-02; 084-040-04; 084-040-06; 084-040-10; 084-130-07 and 084-140-17 is and shall remain owned by Zandian. Sadri and Koroghli equally as tenants in common.

- 2.4.2 On or before August 6, 2008, Koroghli shall pay Sadri the amount of Four Hundred Thousand Dollars and 00/100 Cents (\$400,000.00).
 - 2.4.3 The proceeds from any sale of the Pah Rah Property shall be as follows:
 - First priority is to pay Six Hundred Sixty Six Thousand Six Hundred Sixty a. Six Dollars and 67/100 Cents (\$666,666.67) to Sadri without interest and Three Hundred Thirty Three Thousand Three Hundred Thirty Three Dollars and 33/100 Cents (\$333,333.33) paid to Koroghli without interest;
 - b. Second priority is repayment of any property taxes, closing costs, development costs or expenses (excluding foreclosure costs) paid by Sadri and/or Koroghli or to be paid by mutual unanimous agreement without interest;
 - c. The remaining proceeds shall be distributed Thirty Two and One Half Percent (32.5%) to Zandian, Thirty Five Percent (35%) to Sadri and Thirty Two and One Half Percent (32.5%) to Koroghli.
- 2.4.4 The Promissory Note of August 3, 2003, in the amount of +/- \$333,956 by Zandian to Sadri and related deed of trust shall be and is hereby cancelled, void and satisfied in full.
- 2.5 The bond of \$250,000,00 posted by ("Wendover") in the Litigation shall be released and that amount paid to Zandian's attorney John Peter Lee, Ltd. on or before June 24, 2008 as full and complete satisfaction of the judgment and all legal costs owed by Zandian to John Peter Lee. Ltd. in all cases. Zandian shall therefore record a satisfaction of judgment.





- 2.6 Zandian has recorded a lis pendens against all properties identified in this Settlement Agreement and shall file a release of lis pendens against all said properties.
 - 2.7 Zandian shall dismiss the Litigation with prejudice.
- 2.8 Sadri and Koroghli shall within 30 days of this Agreement but not later than July 31, 2008 provide to Zandian the following documentation relating to Wendover Project, LLC and Big Springs Ranch, LLC:
 - 1. Profit, loss and balance sheet after May, 2004 to present;
 - Any written contracts for each under which any asset of the LLC is subject to sale or encumbrance;
 - 3. Records reflecting all income and disbursements from any bank, including Bank of America and/or First National Bank, including the proceeds of the Peppermill sale and rent or lease payments;
 - 4. An acknowledgement by Sadri and Koroghli that each of the aforementioned documents is true and correct of what it purports to be:
 - 5. all records to be provided above shall be given to each individual party to this Agreement and shall be reviewed by each of them and must be approved, confirmed and accepted by majority of two of three Managing Members parties hereto;
 - Sadri and Koroghli shall amend the list of Members and must file
 the new list with Secretary of State and introduce Zandian's name and
 shall introduce Zandian's signature to the Banks.
- 2.9 Subject to the obligations set forth in this Settlement Agreement and Mutual Release, Sadri, Koroghli and Zandian hereby release each other, their past and present

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employees, agents, insurers, attorneys, corporations and any other representatives from any and all claims, demands, debts, liabilities, damages, causes of action of whatever kind or nature, which are known or unknown as of the date of this Settlement Agreement and Mutual Release.

3. ATTORNEYS= FEES

If any legal action or other proceeding is brought by any of the parties hereto to enforce this Settlement Agreement or to recover damages or equitable relief for a breach or threatened breach thereof, the prevailing party shall recover its costs, expert witness fees, consulting fees and reasonable attorneys= fees incurred in such action or proceeding, which amount shall be determined by the Court and not a jury.

4. ENTIRE AGREEMENT

All prior or contemporaneous understandings or agreements between the parties are merged into this Settlement Agreement, and it alone expresses the agreement of the parties. This Settlement Agreement may be modified only in writing, signed by all the parties hereto, and no term or provision may be waived except by such writing. There are no other agreements or representations, express or implied, either oral or in writing, between the parties concerning the subject matter of this Settlement Agreement, except as specifically set forth in this Settlement Agreement. The parties have been represented by counsel in connection with the preparation of this Settlement Agreement.

5. APPLICABLE LAW

This Settlement Agreement was drafted through the joint efforts of the parties through counsel, and shall not be read for or against any party to this Agreement on that account. This Settlement Agreement is intended to be enforced according to its written terms under the laws of the State of Nevada. There are no promises, or agreements or expectations of the parties unless otherwise



stated in this Settlement Agreement. Venue for any action should be exclusively in the State of Nevada and Nevada Eighth Judicial District, Clark County Nevada.

When fully executed, this Agreement, by stipulation shall be presented to the District Court, Clark County, Nevada which entered a judgment in this matter described in this Agreement. The Stipulation shall request that the court approve the terms and conditions of this Agreement and order the parties to comply with the terms and provisions thereof, and in order to do so retain jurisdiction over the cause and the parties in Case No. A511131 entitled Zandian et al. v. Sadri & Koroghli, et al.

6. BENEFIT

This Settlement Agreement shall be binding upon and inure to the benefit of the parties, and each of them, their successors, assigns, personal representatives, agents, employees, directors, officers and servants; Sadri and Koroghli Agreed that Zandian may transfer his rights to his own family trust.

7. COUNTERPARTS

This Agreement may be executed in any number of counterparts and each counterpart executed by any of the undersigned together with all other counterparts so executed shall constitute a single instrument and agreement of the undersigned. Facsimile copies hereof and facsimile signatures hereon shall have the same force and effect as originals.

8. MUTUAL WARRANTIES

Each party to this Settlement Agreement warrants and represents to the other that they have not assigned or transferred to any person not a party hereto any claim or other released matter, or any part or portion thereof, and that each party has the authority to sign this Settlement

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REZA ZANDIAN

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Agreement, and each individual executing this Settlement Agreement on behalf of any entity or person specifically warrants that he or she has the authority to sign this Settlement Agreement; If any term of this Agreement or the application of any term of this Agreement is held by a court of competent jurisdiction to be invalid, void, or unenforceable, all provisions, covenants and conditions of this Agreement, and all of its applications, not held invalid, void or unenforceable, shall continue in full force and effect and shall not be affected, impaired or invalidated in any way.

IN WITNESS WHEREOF, the parties have executed this Settlement Agreement on the

REZA ZANDIAN

WIFE

RAY KOROGHLI

WIFE

FRED SADRI

WIFE

"TRUSTEE"

WENDOVER PROJECT LLC BY ITS MANAGING MEMBERS:

REZA ZANDIAN

FRED SADRI

RAY KOROGHIN

BIG SPRING RANCH LLC BY ITS MANAGING MEMBERS:

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Agreement, and each individual executing this Settlement Agreement on behalf of any entity or person specifically warrants that he or she has the authority to sign this Settlement Agreement; If any term of this Agreement or the application of any term of this Agreement is held by a court of competent jurisdiction to be invalid, void, or unenforceable, all provisions, covenants and conditions of this Agreement, and all of its applications, not held invalid, void or unenforceable, shall continue in full force and effect and shall not be affected, impaired or invalidated in any way.

IN WITNESS WHEREOF, the parties have executed this Settlement Agreement on the day and year first written above. **REZA ZANDIAN** WIFE RAY KOROGHLI FRED SADRI **WIFE** STAR LIVING TRUST "TRUSTEE" WENDOVER PROJECT LLC BY TVS MANAGING MEMBERS: RAY KOROGHLI' **REZA ZANDIAN** BIG SPRING RANCH LLC BY JES MANAGING MEMBERS: RAY KOROGHLI **REZA ZANDIAN**

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NEVADA LAND & WATER RIGHTS LLC BY ITS MANAGING MEMBERS:

REZA ZANDIAN

FRED SADRI

RAY KOROGHL

JOHN PETER LEE ESQ,

only as to the provisions of Paragraph 2.5 above

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NOTICES

Pursuant to this Settlement Agreement dated June 17, 2008, all notices are to be sent to the following mailing addresses via certified mail:

To:

Mr. Fred Sadri & Star Living Trust

2827 South Monte Cristo Way

Las Vegas, NV 89117

To:

Mr. Reza Zandian

8775 Coasta Verde Blvd., No. 501

San Diego, CA 92122

To:

Mr. Ray Koroghli

3055 Via Sarafina Drive Henderson, NV 89052

ACKNOWLEDGED BY:

FRED SA	ADRI	

REZA ZANDIAN

Date

6/19/08

Date

OROGHLI

6-19-08 Date

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To:

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2827 South Monte Cristo Way

Las Vegas, NV 89117

To:

Mr. Reza Zandian

8775 Coasta Verde Blvd., No. 501

San Diego, CA 92122

To:

Mr. Ray Koroghli

3055 Via Sarafina Drive Henderson, NV 89052

ACKNOWLEDGED BY:

FRED SADRI

REZA-ZANDIAN

JUNE 24 2008

Date

6/19/08

Date

RAVKOROCHII

Date

Exhibit 5

Exhibit 5

Fronteer Development v. Big Spring Ranch; et al

Condensed Transcript of the Deposition of

Reza Zandian

June 23, 2010

Peggy Hoogs & Associates 435 Marsh Ave. Reno, NV 89509 (775) 327-4460 Fax: (775) 327-4450

E-mail: depos@hoogsreporting.com www.hoogsreporting.com

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5	By: LAURA K. GRANIER, ESQ.	4	
1	50 West Liberty Street, 11th Floor Reno, Nevada 89501	5	
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12	By: JAMES J. LEAVITT, ESQ. 704 South Ninth Street	12	
13	Las Vegas, Nevada 89101	13	
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17	By: J, BRYAN QUESENBERRY 4844 North 300 West, Suite 300	17 18	
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Peggy Hoogs & Associates (775) 327-4460