Matthew D. Francis (6978) REC'D & FILED Adam P. McMillen (10678) WATSON ROUNDS 5371 Kietzke Lane 2012 MAY 10 PM 4: 16 Reno, NV 89511 3 Telephone: 775-324-4100 Facsimile: 775-333-8171 Attorneys for Plaintiff Jed Margolin 5 6 In The First Judicial District Court of the State of Nevada 7 8 In and for Carson City 9 JED MARGOLIN, an individual, 10 Plaintiff, Case No.: 090C00579 1B 11 Dept. No.: 1 VS. 12 OPTIMA TECHNOLOGY CORPORATION, 13 a California corporation, OPTIMA DECLARATION OF JED MARGOLIN IN SUPPORT OF REQUEST TO TECHNOLOGY CORPORATION, a Nevada 14 **EXEMPT CASE FROM COURT** corporation, REZA ZANDIAN aka GOLAMREZA ZANDIANJAZI aka ANNEXED ARBITRATION 15 **PROGRAM** GHOLAM REZA ZANDIAN aka REZA JAZI 16 aka J. REZA JAZI aka G. REZA JAZI aka GHONONREZA ZANDIAN JAZI, an 17 individual, DOE Companies 1-10, DOE Corporations 11-20, and DOE 1.8 Individuals 21-30. 19 Defendants. 20 I, Jed Margolin do hereby declare and state as follows: 21 22 I am the named inventor on United States Patent No. 5,566,073 ("the '073 1. 23 Patent"), United States Patent No. 5,904,724 ("the '724 Patent"), United States Patent No. 24 5,978,488 ("the '488 Patent") and United States Patent No. 6,377,436 ("the '436 Patent") 25 (collectively "the Patents"). This declaration is based upon my personal knowledge, and is 26 made in support of Plaintiff's Request to Exempt Case from Court Annexed Arbitration 27 Program. 28

- 2. On April 14, 2008, Optima Technology Group ("OTG") entered into a confidential agreement to sell the '073 and '724 patents to another United States company ("Assignee"). I have intentionally omitted the name of the Assignee because the agreement is confidential. If requested, I will submit a copy of this agreement to the court *in camera*.
- 3. The agreement stated that OTG was to sell to Assignee the '073 and '724 patents for an initial payment of \$350,000.00 and 10% royalty payments from licensing, enforcement or sale of the '073 and '724 patents.
- 4. The agreement specifically referenced *Universal Avionics Systems Corporation* v. *Optima Technology Group, Inc.*, No. CV 07-588-TUC-RCC (the "Arizona Action") and included several provisions that allowed the Assignee to investigate the patents and the Arizona Action as part of Assignee's due diligence.
- 5. The due diligence clause of the agreement allowed the Assignee to determine in its sole and absolute discretion whether or not the patents and the Arizona Action were acceptable.
- 6. On June 13, 2008, Assignee sent OTG a "kiss-off" letter stating that they had completed their due diligence investigation and determined that the patents and/or the Arizona Action were not acceptable.
- 7. As alleged in the Complaint, as a result of the fraudulent actions of the Defendants in this action, that OTG and I were unable to close the confidential agreement, thereby losing \$350,000.00 and 10% royalty payments from licensing, enforcement or sale of the '073 and '724 patents.
- 8. Pursuant to my agreement with OTG, I would have been entitled to 60% percent of the \$350,000.00 plus royalties deal with Assignee, which would have equaled at least \$210,000.00.

9. I have not yet received a full accounting of any licensing or other profits that Defendants received as a result of their fraudulent activity with the subject patents. I declare under penalty of perjury that the foregoing is true and correct to the best of my knowledge. Dated May 10, 2012. 

1	CERTIFICATE OF SERVICE
2	Pursuant to NRCP 5(b), I certify that I am an employee of Watson Rounds, and that or
3	this date, a true and correct copy of the foregoing document, <b>DECLARATION OF JED</b>
4	MARGOLIN IN SUPPORT OF REQUEST TO EXEMPT CASE FROM COURT
5	ANNEXED ARBITRATION PROGRAM, will be served via first-class mail through the
6	U.S. Postal Service, addressed as follows:
7	
8	John Peter Lee John Peter Lee, Ltd.
9	830 Las Vegas Blvd. South Las Vegas, NV 89101
10	
11	A true and correct copy of this document will also be served via certified mail through
12	the U.S. Postal Service to the following individual:
13	Reza Zandian
14	8775 Costa Verde Blvd. San Diego, CA 82122
15	
16	Dated: May 10, 2012
17	Carla Ousby
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