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existing under the laws of the state of Delaware.

- Plaintiff is informed and believes, and on that basis alleges, that at all 3. relevant times Capco was and now is a company with limited liability organized and existing under the laws of the state of California.
- 4. Plaintiff presently is unaware of the true names and capacities of defendants Does 1 through 10, inclusive, and therefore sues said defendants by such fictitious names. Plaintiff will seek to amend this complaint when the true names and capacities of said defendants are ascertained. Plaintiff is informed and believes, and on that basis alleges, that each fictitiously named defendant in some manner acted on behalf of, or was the alter ego of, defendants R Media and Capco.

COMMON FACTUAL ALLEGATIONS

The Blue Tulip - Intermedia Agreement.

- Blue Tulip entered into an agreement with Intermedia Film Equities Limited 5. ("Intermedia") that is dated as of April 15, 2006 (the "Film Agreement") relating to the motion picture entitled ("Stopping Power") (the "Picture"). A true and correct copy of that Agreement, which was negotiated in Los Angeles, California, is attached hereto as Exhibit "A."
- 6. On the first page of the Film Agreement, Blue Tulip is defined as ("Lender"), Intermedia is defined as ("Producer") and Jan DeBont, a prominent film director whose services were being furnished by Blue Tulip, is defined as ("Artist").
- Paragraph 3(d)(i) of the Film Agreement provides the fixed compensation 7. payable to Blue Tulip and specifies the timing of the payment thereof on the assumption that the Picture proceeds as planned to production, completion and delivery to Intermedia:
 - Fixed Compensation: The amount ("Fixed Compensation") \$1,500,000 (i) which shall be an advance against the "Domestic Participation" (as defined below), payable as follows:
 - Two Hundred Fifty Thousand Dollars (\$250,000) paid upon Artist's signing (A) of the attached Certificate of Engagement;

- (B) Fifty Thousand Dollars (\$50,000) paid in two (2) equal installments in the last two (2) weeks prior to the Production Period.
- (C) Nine Hundred Thousand Dollars (\$900,000) in equal weekly installments over the scheduled period for principal photography of the Picture (the "Production Period");
- (D) One Hundred Fifty Thousand Dollars (\$150,000) upon completion of dubbing and scoring of the Picture; and
- (E) One Hundred Fifty Thousand Dollars (\$150,000) upon complete delivery of the Picture to Producer in accordance with Producer's standard delivery specifications, including television cover shots and looping lines.
- 8. The payment schedule specified in Paragraph 3(d)(i) is subject to the "pay or play" provision contained in Paragraph 4 of the Film Agreement. Pursuant to motion picture industry custom and practice, once the party to such a provision has become "pay or play," the entirety of that party's fixed compensation becomes immediately due and payable in the event the artist's services are not utilized, or the motion picture is not produced, as scheduled.
- 9. The "pay or play" provision contained in Paragraph 4 of the Film Agreement expressly provides:

Pay or Play: Subject to (a) Artist having approved the lead actor (John Cusak is preapproved), the screenplay (the May 14, 2007 screenplay is preapproved), and the budget for the Picture, and (b) Artist's execution of a customary completion guarantor director's inducement letter in a form approved by Producer and IFG, to be negotiated in good faith between Artist and the completion guarantor (and the draft of which shall be provided as early as practical), Lender will be pay or play upon the earlier of (a) the Lead actor becoming unconditionally pay or play; and (b) July 7, 2007.

- 10. Mr. DeBont approved the budget for the Picture that was dated June 1, 2007.
- 11. Mr. DeBont executed an Artist's Inducement Letter, which was attached to

the Film Agreement, dated as of April 15, 2006.

- August 29, 2007 and was scheduled to conclude in or about mid-November 2007.

 However, principal photography of the Picture was terminated by Intermedia just days after it commenced. As a result of Intermedia's actions the Picture was never produced, completed or delivered. Due to these facts and because Blue Tulip has been pay-or-play since, at the latest, July 7, 2007, Blue Tulip is presently owed the unpaid balance of its fixed compensation as specified in Paragraph 3(d) of the Film Agreement. Blue Tulip had received \$250,000 when Mr. DeBont signed the Certificate of Engagement, but, despite written demand therefor, Intermedia failed and refused to pay Blue Tulip the balance of its fixed compensation. Accordingly, there is presently due, owing and payable from Intermedia to Blue Tulip the sum of \$1,250,000.
 - 13. Paragraph 15 of the Film Agreement provides, among other things, that Intermedia will reimburse Blue Tulip for the cost of an assistant for Mr. DeBont:

Trailer/Office/Assistant: Artist will have an exclusive office comparable to that furnished Producers, including telephone, computer and fax (and when on location, a single trailer with customary first class amenities), cell phone (with all business calls reimbursed) and reimbursement for an assistant selected by Artist (\$900 per week for a five-day week, and \$950 per week for any six-day week, and with economy class round trip air to Berlin, accommodations and crew per diem) during the exclusive period hereunder on terms to be negotiated in good faith in accordance with precedent and budget.

14. Blue Tulip has incurred out-of-pocket expenses as a result of hiring and paying the salary of an assistant for the Picture. The reimbursement of those expenses was implicitly due under the Film Agreement within a reasonable time after they were incurred, which would be no later than the time at which the unpaid balance of Blue Tulip's fixed compensation became payable pursuant to the pay-or-play provision of the Film

Agreement. Intermedia has failed and refused to reimburse Blue Tulip for those expenses and such reimbursement is presently due, owing and payable to Blue Tulip.

The Intermedia - R Media Agreement.

- 15. On or about September 8, 2007, R Media entered into an agreement with an Intermedia affiliate, IM Internationalmedia AG, to acquire Intermedia's interests relating to "Stopping Power." (the "Acquisition Agreement") A true and correct copy of the Acquisition Agreement is attached hereto as Exhibit "B."
 - 16. Specifically, the Acquisition Agreement provided, at paragraph 1(A), that: [R Media] shall acquire (i) 100% ownership of IM Stopping Power GmbH ("IMSP"); (ii) 100% ownership of Stopping Power Productions, Inc., a California corporation ("SPP"); (iii) 100% ownerships of Stopping Power Productions, Ltd. ("SPPLTD"); and (iv) all right, title and interest to the assets as set forth on the attached Annex A ("IM Assets").
- 17. In paragraph 1(B) of the Acquisition Agreement, R Media and its affiliate Capco agreed to assume Intermedia's obligations arising out of "Stopping Power":

 [R Media] and its affiliate, Capco Group, LLC, jointly and severally agree to

[R Media] and its affiliate, Capco Group, LLC, jointly and severally agree to advance money and indemnify IM and its affiliates as necessary for all of the obligations of IMSP, SPP, SPPLTD and any other affiliated entities with respect to obligations arising out of the Film, including, without limitation, obligations relating to the completion bond and the Film's star John Cusack (the "Stopping Power Liability"). Although the exact amount of The Stopping Power Liability is difficult to determine at this point, the parties agree that the amount is US\$7 million (the "SP Financing"). For the sake of clarity, although the parties have agreed that the amount of the SP financing is US\$7 million, [R Media] agrees to advance monies for all of the Stopping Power Liability even if that amount is in excess of the US\$7 million.

18. Plaintiff is informed and believes, and on that basis alleges, that the Acquisition Agreement has not been rescinded.

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FIRST CAUSE OF ACTION

(For Breach of Contract)

- Blue Tulip realleges and incorporate herein by this reference each of the 19. allegations set forth in Paragraphs 1 through 15, inclusive.
- Blue Tulip has performed all of its obligations under the Film Agreement, 20. except to the extent that such performance has been prevented or excused by the acts or omissions of Intermedia.
 - Intermedia breached the Film Agreement by, among other things: 21.
- Failing to pay Blue Tulip the \$1,250,000 it is entitled to under the "pay-or-play" provision in paragraph 4 of the Film Agreement.
- Failing to reimburse Blue Tulip for the out-of-pocket expenses it b. incurred as a result of hiring and paying the salary of Mr. DeBont's assistant for "Stopping Power."

Each and all of said amounts are presently due, owing, and payable from Intermedia 15 to Blue Tulip.

- As a direct and foreseeable result of Intermedia's breaches of the Film 22. || Agreement, Blue Tulip has been damaged in an amount in excess of \$1,250,000 to be proven at trial.
 - R Media's and Capco's agreement to assume Intermedia's liabilities 23. concerning "Stopping Power" in the Acquisition Agreement was made "expressly for the benefit of Blue Tulip as provided in section 1559 of the California Civil Code.
 - Accordingly, Blue Tulip is a third party beneficiary of the Acquisition 24. Agreement and is entitled to enforce the Acquisition Agreement for its benefit.
 - Pursuant to the Acquisition Agreement, therefore, R Media and Capco are 25. jointly and severally liable for the damages Blue Tulip has incurred as a direct and foreseeable result of Intermedia's breaches of the Film Agreement, which are in excess of \$1,250,000 to be proven at trial.

WHEREFORE, plaintiff Blue Tulip International prays for judgment against

VERIFIED COMPLAINT FOR BREACH OF CONTRACT

"NO OUOTE"

DEAL MEMORANDUM

To:

Jan do Bont

c/o International Creative Management

8942 Wilshire Boulovard Beverly Hills, CA 90211 Attn: Dan Rabinow

Weissman Wolff Bergman Coleman

Grodin & Evall

9665 Wilshire Boulevard

Strite 900

Beverly Hills, CA 90212

Attn: Stan Coleman, Esq.

FROM:

CC:

Martin Schuermann

Soott Kroopf

Linda Benjamin

Patty Long

DATE:

As of April 15, 2006

RE:

"Stopping Power" - Jan de Bont



The following sets forth the material deal terms of the agreement between Intermedia Film Equities Limited on the one hand ("Producer") and Blue Tubip International (Federal 10# 27-0015285) on the other hand ("Lender") for the services of Jan de Bont (Soc. Security # 560-47-4900) ("Artist") with regard to his directing services in connection with the motion picture presently entitled "STOPPING POWER" (the "Ficture"):

1. Conditions Precedent: Producer's obligations hereunder are subject to the following: (a)
the securing of any and all labor permits and visas as may be required by any
governmental agency for the purpose of enabling Lender and Artist to render services
hereunder, which Producer at its own cost shall assist Lender and Artist in obtaining if
necessary, as Artist commences preparation of production of the Picture; (b) clearance of
the chain of title to the Picture (satisfaction of which is hereby acknowledged); (c)
Producer's receipt of "essential element" insurance on Artist for customary rates; and (d)
receipt by Producer of this deal memo and attached Certificate of Engagement both
signed on behalf of Lender and by Artist.

2. Development

(a) <u>Employment</u>: Producer hereby employs Lender to provide Artist as a director in connection with the development of the Picture pursuant to the terms and conditions hereof and Artist hereby accepts such employment.

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(c) Term: Exclusivity: Lender and Artist shall commence development services hereunder on the date designated by Producer and shall continue to rander such services to Producer on a non-exclusive, "first-priority" basis (i.e., no services rendered for third parties shall interfere with services rendered hereunder), until completion of all development services required hereunder, or the earlier termination hereof, if any, by Producer (as herein provided).

3. Production:

- (a) Services: Artist shall render all services as are customarily rendered by directors of first-class feature-length theatrical motion pictures in the motion picture industry, as, when and where reasonably required by Producer, and shall comply with all reasonable directions, requests, rules and regulations of Producer in connection therewith, whether or not the same involve matters of artistic taste or judgment.
- (b) Facilities: The Picture shall be produced in Germany or at such studio and locations and using such facilities, services and equipment as shall be approved by Producter. All post-production work for the Picture shall be performed at such post-production facility in or around Los Angeles (or another mutually approved location) as Producer may approve.
- (c) Term: Exclusivity. The term of Artist's production services pursuant to this Section shall commence on the date designated by Producer, and shall continue until the full and satisfactory completion of all services to be rendered by Artist hereunder or the earlier termination hereof, if any, by Producer (as herein provided). Artist shall render services hereinder on an exclusive basis during the "Pre-production Period" (i.e., the period commencing nine (9) weeks prior to the scheduled date for commencement of principal photography of the Picture (the "Start Date") (currently articipated for August 30, 2007) and continuing through the complete delivery of Artist's director's cut of the Picture and thereafter non-exclusive but first priority through complete delivery of the Picture to Producer in accordance with Producer's standard delivery schedule. Artist agrees to shoot at least two (2) six (6)-day weeks.

- (d) Compensation: Upon the conditions that Lender and Artist fully perform all services and obligations required hereunder and that neither Lender nor Artist are in material default hereunder, and subject to Producer's rights of suspension and/or termination on account of Artist's Default or Disability or an event of Force Majoure, Producer shall pay Artist as full and complete consideration for such services and for all rights granted hereunder, the following sums, at the following times:
 - (i) Fixed Compensation: The amount ("Fixed Compensation") \$1,500,000 which shall be an advance against the "Domestic Participation" (as defined below), payable as follows:
 - (A) Two Hundred Fifty Thousand Dollars (\$250,000) paid upon Artist's signing of the attached Certificate of Engagement;
 - (B) Fifty Thousand Dollars (\$50,000) paid in two (2) equal installments in the last two (2) weeks prior to the Production Period.
 - (C) Nine Hundred Thousand Dollars (\$900,000) in equal weekly installments over the scheduled period for principal photography of the Picture (the "Production Period");
 - (D) One Hundred Fifty Thousand Dollars (\$150,000) upon completion of dubbing and scoring of the Picture; and
 - (E) One Hundred Bifty Thousand Dollars (\$150,000) upon complete delivery of the Picture to Producer in accordance with Producer's standard delivery specifications, including television cover shots and looping lines.
 - (ii) <u>Domestic Participation</u>: Five percent (5%) of domestic (U.S. and Canada)

 AGR (at the MGM level, less only customary "off the tops"), calculated

 with a twenty-five percent (25%) video royalty.
 - (iii) Foreign Participation: Upon the finther condition that the Picture is completed under the supervision of Artist as director thereof, Producer shall pay Artist, an amount equal ten percent (10%) of the Foreign Enterprise Proceeds of the Picture, as Enterprise Proceeds are defined, computed, paid and accounted for in accordance with the definition of attached hereto as Exhibit A and incorporated herein by this reference ("Foreign Enterprise Proceeds"), escalating to fifteen percent (15%) of the Foreign Enterprise Proceeds at such time as on an artificial accounting basis, revenues are sufficient to have reached actual Foreign Enterprise Proceeds with distribution fees of two times (2x) that set forth in Exhibit B.

- (e) <u>Date of Payment</u>: All payments of Fixed Compensation to Lender hereunder shall be made on Producer's regular payday in the week following that week in which such payment shall have accrued and paid to Lender c/o international Creative Management, 8942 Wilshire Blvd., Beverly Hills, CA 90211, Attn: John Burnham.
- 4. Pay or Play: Subject to (a) Artist having approved the lead actor (John Cusack is preapproved), the screenplay (the May 14, 2007 screenplay is preapproved), and the budget for the Picture, and (b) Artist's execution of a customary completion guarantor director's inducement letter in a form approved by Producex and IFG, to be negotiated in good faith between Artist and the completion guarantor (and the draft of which shall be provided as early as practical), Lender will be pay or play upon the earlier of (a) the Lead actor becoming unconditionally pay or play, and (b) July 7, 2007

5. Credit:

- (a) Per DGA, Artist will be entitled to an individual director credit and a "film by" credit on screen in the main titles (or in the end titles if all cast and crew credits appear in the end titles) in a size of type no less than 75% of the size of the conscreen title (but no smaller than any non-cast individual credit), and in the billing block of paid advertising (tied in excluded ads to non-cast, except award and congratulatory ads), in a size of type no less than 50% of that used for the regular title in the billing block (but not smaller than any non-cast credit) and 25% of that used for the attwork title. Any mention of a prior De Bont-directed film (as in "from the director of") requires credit to Artist. The "film by" credit shall be before the title of the Picture.
- (b) Artist will also receive an "Executive Producer" credit on screen on a card that may be shared, and in paid ads subject to customery policies and exclusions but tied to all other "Executive Producer" credits.
- 6. Publicity: Lender and Artist agree not to issue or authorize the issuance of any publicity concerning this agreement or the Picture without the prior written approval of Producer. Once Producer issues its initial release concerning the Picture, Lender and/or Artist may make incidental references in personal publicity, which references are non-derogatory to the Picture and any party involved with the Picture, and which reveal no information regarding the financial or business aspects of the Picture (e.g., budget, compensation, etc.)
- 7. <u>Delivery: Length: Rating:</u> Lender and Artist shall deliver the director's cut of the Picture to Producer not later than ten (10) weeks (or such period as required by the applicable terms of the DGA Agreement) after the date upon which, under the final budget approved by Producer, principal photography is scheduled to be completed, subject to such shorter delivery period as may be dictated by Producer's release requirements or as may be

main and end titles, as delivered, shall (i) strictly adhere to the final approved budget, schedule and shooting script (subject to such minor and incidental changes required by the exigencies of production that do not materially change the story, theme or characterizations of the approved shooting script or as otherwise approved by Producer); (ii) be no less than ninety (90) minutes (exclusive of end titles) and no more than one hundred ten (110) minutes (inclusive of end titles) in length; (iii) be in color in an anamorphic salares to budget finity-five millimeter (35mm) format (2.35:1); (iv) be produced in accordance with the applicable collective bargaining agreements and laws, regulations and requirements of all governmental agencies, both domestic and foreign, having jurisdiction with respect to the production thereof and all obligations under contracts in both cases of which Producer has advised Artist; (v) qualify with the Motion Picture Association of America for a rating no more restrictive than "PG-13," unless Producer agrees in writing to a more restrictive rating; (vi) be accompanied by delivery of all elements necessary for the television version (including, without limitation, cover shots and knoping lines) as required to satisfy then-prevailing network broadcast standards and practices (such shots not to be used to qualify the Picture for the foregoing rating); and (vii) be accompanied by delivery of all elements and materials provided for in Producer's standard delivery schedule, including without limitation (A) television and airline versions of the Picture (collectively the "TV Version") incorporating all cover shots and looping lines as are required to satisfy then-prevailing U.S. network and sirline broadcast standards and practices (such shots not to be used to qualify the Picture for the foregoing rating) and (B) video masters of both the theatrical version and TV Version of the Picture ("Video Masters"). Artist shall cause looping lines for the TV Version to be recorded concurrently with ADR work for the theatrical version of the Picture and shall cause the TV Version and Video Masters to be delivered to Producer as soon as reasonably feasible, but, in no event later than thirty (30) days following the date of

specified in such final budget (time being of the essence). The Picture, including the

S. Cuts and Previews: Two (2) cuts and two (2) previews, subject to the bonded delivery schedule and release date origencies, and customary conditions (on budget, on schedule, conforming to the approved scaeenplay, etc.) and exceptions to such conditions (force majeure, approved changes, third party breaches, etc.). Such previows shall be either public or private showings in accordance with the DGA Agreement. So long as Lender and Artist are not in material breach and subject to customary conditions including those imposed by the completion guarantor, all final cut decisions shall be made by Artist, MGM, and Intermedia together, with the majority prevailing in the event of an impasse, and provided Artist is not in material breach and subject to customary conditions, Artist shall be entitled to implement such changes on a one-time basis.

delivery of the theatrical version of the Picture, time being of the essence. If Artist fails to cause the TV Version and/or the Video Masters to be completed and delivered by the end of such 30-day period, then Artist shall not have any consultation or other rights with

9. Results and Proceeds: Droit Moral: Producer shall be the sole and exclusive owner, in perpetuity and throughout the universe, of the results and proceeds of Lender's and Artist's services hereunder which shall be a "work made for him?" for Producer under the

respect thereto.

U.S. Copyright Law, specially ordered or commissioned for use as a part of a motion picture or other audio-visual work and/or prepared within the scope of Lender's and Artist's employment. Without limiting the generality of the foregoing, in the event the results and proceeds of Lender's and Artist's services hereunder are not decined to be a "work-made-for-birs" for Producer, Lender and Artist hereby irrevocably and exclusively grant and assign all right title and interest in and to such results and proceeds to Produces, including all rights of every kind and nature therein and thereto, throughout the universe, in perpetuity, in any and all media, whether now know or hereafter devised, and all copyrights, renewals and extensions thereof. Lender and Artist hereby waive any socalled "moral rights of authors" or "droit moral" rights Artist may have in connection with the Picture.

10. Approvals:

Artist shall have mutual approval of the lead actor (John Cusack is approved), the actress playing Cusack's daughter and the actor playing "Baker", budget, production and post schedule, final script (the May 14, 2007 draft is approved), and start date (August 30, 2007 deemed approved).

Artist will have mutual approval with Producer of exective matters not specified in (a) above, including without limitation other cast, the line producer, music and Applot Ediscussions) Producer's decision shall be controlling. Producer shall have the right to designate the UPM location spatial. release pattern in consultation with Artist. Artist shall have the right to designate other crew (subject to budget, availability, visas, unions, Producer's ability to make a deal in its reasonable discretion, no prior negative experience, existing third-party obligations, and financing-related restrictions;

- (b) Artist's approval rights, pursuent to this paragraph 10, shall become rights of meaningful consultation as of commencement of principal photography.
- insurance: Lender and Artist shall be covered under Producer's errors and omissions 11. insurance policy and general liability policy in connection with the Picture, subject to the limitations, restrictions and terms of said policies.
- Travel: If Producer requires Artist to travel more than fifty (50) miles from his residence in connection with his services, Producer agrees to provide Artist with his first class air transportation and expenses, \$2,500 (non-accountable) per week in urban areas and \$2,100 per week in non-urban areas, pro-rata at 1/7, per day, inclusive of accommodations. Artist shall be provided with exclusive ground transportation between residence, hotels, sirports and sets and exclusive use of a full size rental car. If Producer requires Artist to travel on location more than fifty (50) miles from his residence for over two (2) consecutive weeks during principal photography, Producer will provide at least two (2) business class round trip transportation (by air if available if used) for non-

- 13. Premiere: Producer shall invite Artist and one guest to the following showings of the Picture (and provide roundtrip transportation for Artist and guest by first-class au, if appropriate, exclusive ground transportation, and expenses only, if used) to same: all U.S. celebrity premieres (if any) of the Picture; and the Cannes Film Festival (but only if the Picture is an official selection for competition).
- 14. Home Video Copy: Provided Artist receives credit as the director in connection with the Picture, Producer shall formish, at no cost to Artist, one half-inch (1/2") VHS format videocassette and one DVD of the Picture, if and when available to the general public, solely for Artist's own personal use.
- 15. Trailer/Office/Assistant: Artist will have an exclusive office comparable to that formished Producers, including telephone, computer and fax (and when on location, a single trailer with customary first class amenities), cell phone (wifn all business calls reimbursed) and reimbursement for an assistant selected by Artist (\$900 per week for a five-day week, and \$950 per week for any six-day week, and with economy class round trip air to Berlin, accommodations and crew per diem) during the exclusive period hereunder on terms to be negotiated in good faith in accordance with precedent and budget.
- 16. Sequels and Remakes: Provided Artist directs the Picture and is not in uncured material breach for a period of seven (7) years following initial general release of the Picture, Artist will have a right of first negotiation to direct film sequels and remakes and series based upon the Picture (on a rolling basis), with a floor of this deal for feature films. This right of first negotiation will be subject to the customary conditions (that Artist is then still active as a director, and is available when reasonably required, has directed the previous production, and with respect to television, subject to the approval of the broadcast or cable network, which approval Producer agrees to make reasonable efforts to obtain).
- 17. Remedies/injunctive Relief: Neither the breach nor alleged breach of this Agreement by Producer, nor the translation of this Agreement, nor any other act, omission or event of any kind, shall terminate or otherwise adversely affect Producer's ownership of the Property and all rights granted under this Agreement. Lender's 2nd Artist's sole remedy for any such breach or alleged breach shall be an action at law to recover such mometary damages, and they each wrive all right to equitable and injunctive relief.
- 18. Standard Terms: The balance of this agreement shall be Producer's standard terms for director agreements (e.g., suspension and/or termination, force majeure, indemnification; no injunctive relief, etc.), subject to such written modifications mutually agreed after good faith negotiations within customary parameters. The status of such good faith negotiations hereunder shall not derogate from the grant of rights herein.

19. Hinter Agreement: This Director's Agreement and the Certificate of Engagement attached to this Director Deal Manno constitute the entire agreement ("Agreement") between the parties with respect to the subject matter hereof and unless and until a more formal agreement is entered into in writing between the parties with respect to such subject matter, the Agreement shall replace and supersede any and all prior written or oral agreements in connection with such subject matter and constitute the full and binding agreement between them. Producer shall assign this agreement to a DGA signatory prior to commencement of pre-production but in any event, to the extent that any provision of this Agreement conflicts with the mandatory terms of the DGA agreement, this Agreement shall be limited to the extent necessary to permit compliance with the minimum mandatory terms and conditions of the DGA agreement.

Please acknowledge your acceptance of and agreement with the foregoing by signing in the place provided below.

Sincerely,

INTERMEDIA FILM EQUITIES LIMITED

By: BIRECTOR

ACCEPTED AND AGREED:

BLUE TULIP INTERNATIONAL

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ARTIST'S INDUCEMENT LETTER

As an inducement to Producer to enter into the foregoing agreement, I represent, warrant and agree: that Lender is authorized to furnish my services as herein provided, and if for any reason either of my employment contracts with Lender should expire or terminate before completion of my services hereunder, I will keep and perform all of the terms and conditions hereof as though I were a party hereto; that I will keep and perform all terms and conditions hereof and will perform my services as required herounder conscientiously and to the best of my ability; that Producer shall be emitted to apply for equitable relief by injunction or otherwise to prevent a material breach of any of my agreements hereunder, that I will look solely to Lender for compensation for my services hereunder and Producer shall have no obligation to compensate me for any services or for any rights granted hereunder, that I hereby confirm sad join in the grant to you of all rights hereunder, including, but not limited to, all rights granted in and to the results and proceeds of my services and the right to use my name and likeness as set forth therein, whether or not my employment by either Lender should expire or be terminated; that I shall indemnify and hold Producer harmless from and against all claims imposed upon, sustained or incurred by reason of failure to deduct or withhold from the compensation payable to Lender hereunder any amounts required to be deducted or withheld under the provisions of any now or hereafter existing law, regulation or collective bargaining agreement; and that for purposes of any and all Workers' Componention statutes, laws, or regulations ("Workers' Compensation"), I anknowledge that an employment relationship exists between Producer and me, Producer being my special employer under the agreement, and my remedies in connection with any claim for which Workers' Compensation provides remedy shall be limited to those provided by Workers' Compensation.

JAN DE BONT

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EXHIBIT "A"

CERTIFICATE OF ENGAGEMENT

"STOPPING POWER"

JAN DE BONT

For good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, I, Jan de Bont ("Artist"), hereby certify that I have rendered and will render services in connection with the theatrical motion picture project contently entitled "STOPPING POWER" ("Picture") as an employee of Blue Tulip International ("Lender"), which is furnishing my services pursuant and subject to all of the terms and conditions of that certain deal memorandum between Lender ("Producer"), dated as of April 15, 2006 ("Agreement"). In connection therewith, I hereby represent, warrant and agree that (a) my services are rendered for good and valuable consideration, the sufficiency of which is hereby acknowledged; (b) the results, proceeds and product of such services (including any physical materials created by Lender or me) are specially ordered from Lender by Producer for use as part of a motion picture or other audio visual work; (c) such results, proceeds and product shall be considered a "work made for hire" for Producer; and (d) Producer shall be considered, forever and for all purposes throughout the universe, the author thereof and the sole copyright owner thereof and the owner of all rights therein and of all proceeds derived therefrom and in connection therewith, with the right to make such changes therein and such uses and disposition thereof, in whole or in part, as Producer may from time to time determine as the author and owner thereof. If and to the extent that the foregoing provisions do not operate to vest fully and effectively in Producer all or any of such rights, as beneficial owner I hereby grant and assign to Producer all rights of every kind and nature whether now or hereafter known or created which may not have so vested (and so far as may be appropriate by way of immediate assignment of future copyright) throughout the universe in peipetuity, including rental and lending rights, for which I acknowledge that a portion of the compensation provided in the Agreement is adequate consideration. I finither represent and warrant that, except with respect to materials supplied to me by Producer and materials in the public domain, (i) the results, proceeds and product of my services hereunder are original with me, and (ii) to the best of my knowledge, the results, proceeds and product of my services hereunder do not and will not defame, infinge or violate the rights of privacy or any other rights of any third party and are not the subject of any actual or threatened litigation or claim. I shall indepunify Producer, its affiliated entities, assigns and licensees against any loss, cost or damage (including reasonable outside attorneys' fees) arising out of or in connection with any breach of any of the aforesaid representations, warranties or agreements. I agree that I shall sign such customary documents consistent herewith and do such customary other acts and deeds as may be reasonably necessary to further evidence or effectuate Producer's rights hereunder. Except with respect to (A) matters constituting a breach by me of any of the above representations, warranties and/or agreements, Producer shall indemnify, defend and hold Lenders and me and its and my successors-in-interest hamiless from and against any loss, cost or damage (including reasonable outside attorneys' fees) saising out of or in connection with any third party claim resulting from Producer's development, production, distribution and/or exploitation of the

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Picture. The Agreement may be assigned freely by Producer and such assignment shall be binding upon the undersigned and imme to the benefit of such assignee, provided that Producer shall remain hable unless such assignee is a major or mini-major motion picture studio, television network or other similarly financially responsible party which assumes all of Producer's obligations in writing, in which event, such assignment shall be deemed a novation forever releasing and discharging Producer from any finiter liability or obligation to me. [IN WITNESS WHEREOF, this document has been signed this 2th day of 1000.

JANDEBONT

The undersigned Lender confirms that (a) the results, proceeds and product of services rendered by Artist under and pursuant to the Agreement (including any physical materials created by Artist or Lenders) are specially ordered from Lender by Producer for use as part of a motion picture or other audio visual work and shall be considered a "work made for hire" for Producer, (b) Producer shall be considered, forever and for all purposes throughout the universe, the author thereof and the sole copyright owner thereof, and (c) Lender agrees to be bound by the representations, warranties, agreements, coverants and indemnities of Artist set forth above. If and to the extent that the foregoing provisions do not operate to vest fully and effectively in Producer all or any of such rights in such results, proceeds and product, Lender, as beneficial owner, hereby grants and assigns to Producer all rights of every kind and nature whether now or hereafter known or created which may not have so vested (and so far as may be appropriate by way of immediate assignment of future copyright) throughout the universe in perpetuity.

ACCEPTED AND AGREED:

BLUE TULIP INTERNATIONAL

PLECTOENT

11

B

ENTERPRISE PROCEEDS DEFINITION

"STOPPING POWER"

JAN DE BONT

"Foreign Enterprise Proceeds" shall be defined as all sums remaining after the deduction from Foreign Gross Receipts (as hereinafter defined) of the following items in the following order: (1) Distribution Pees (as defined below) to Intermedia Global Ltd., its affiliate or designer ("IM") with respect to the Picture; (2) seventy five percent (75%) of the actual, direct, out of pecket, accountable marketing costs, residuals, collection costs and other customary "off the tops" direct out of pocket costs relating to the distribution of the Picture; (3) any participations in Foreign Gross Receipts payable to individuals or entities rendering services in connection with the Picture; (4) seventy five percent (75%) of the negative cost of the Picture (including, without limitation, completion bond fees, and third party financing costs, fees and interest); (5) seventy five percent (75%) any deferments payable to any individual or entity in connection with rights granted or services rendered in connection with the Picture; and (6) seventy five percent (75%) of IM's customary marketing fee in a sum equal to 1% of the budget of the Picture, provided such sum is no less than \$100,000 and no more than \$250,000. Foreign Gross Receipts shall be defined as all non-refundable amounts, if any, received by IM from exploitation (including without limitation merchandising and soundtrack albums) of the Picture outside the United States and Canada. IM shall be entitled to receive distribution fees in a sum equal to 10% of Gross Receipts with respect to territories other than the United States and Canada, inclusive of all sales agents' fees, but not unaffiliated distributors' or subdistributors' fees. Net receipts from product placement fies shall reduce the negative cost. Lender shall be entitled to IM's customary audit nights and statements.

R MEDIA ACQUISITIONS, LLC

September 8, 2007

Sascha Konzack

IM Internationalmedia AG

Kaulbachstrasse #1

Munich, Germany 80539

Dear Sascha:

This letter, when countersigned by a representative of IM Internationalmedia AG ("IM") and R Media Acquisitions, LLC or its designated affiliate ("RMA"), shall constitute a binding agreement between IM on the one hand and RMA on the other hand as to the material terms set forth herein (the "Agreement"). RMA is aware that IM must obtain approval from its Supervisory Board to enter into this Agreement. If RMA has not received notice from IM that IM's Supervisory Board has approved this Agreement by 12pm Los Angeles time on September 9, 2007, addressed to the undersigned and faxed to 1-310-388-5363, then subject to Section 2(A), this Agreement shall terminate.

1. The parties shall effect the following "Transactions":

- A. RMA shall acquire (i) 100% ownership of IM Stopping Power GmbH ("IMSP"); (ii) 100% ownership of Stopping Power Productions, Inc., a California corporation ("SPP"); (iii) 100% ownership of Stopping Power Productions, Ltd. ("SPPLTD"); and (iv) all right, title and interest to the assets as set forth on the attached Annex A ("IM Assets"). Upon transfer of the ownership interests in each of IMSP, SPP and SPPLTD, RMA shall permit the immediate resignation of all employees of IM and its affiliates from any director or officer positions in IMSP, SPP, and SPPLTD, and shall release such individuals from any corporate liability arising as a result of having held such position.
- B. IMSP is a single purpose entity whose primary function is to produce the film "Stopping Power" (hereinafter referred to as "SP" or the "Film"). SPP is a single purpose entity whose primary function is to enter into the production loan for the Film. SPPLTD is a single purpose entity whose primary purpose function is to handle certain payroll functions related to the Film. Additionally, IM and certain IM subsidiaries own certain rights or have certain obligations relating to the Film. RMA understands that the Film has shut down, production has ceased, and that IM

Sascha Konzack IM Internationalmedia AG September 7, 2007 Page 2

> and certain of its subsidiaries have liability associated with the Film. Additionally, RMA understands that the previously approved DFFF subsidy certificate has been withdrawn and the applicable subsidy is no longer available for the Film's financing and the coproduction agreement with Neue Kinoweit Filmproduktions GmbH has been terminated. RMA and its affiliate, Capco Group, LLC, Jointly and severally agree to advance money and indemnify IM and its affiliates as necessary for all the obligations of IMSP, SPP, SPPLTD and any other affiliated entities with respect to obligations arising out of the Film, including, without limitation, obligations relating to the completion bond and the Film's star, John Cusack (the "Stopping Power Liability"). Although the exact amount of The Stopping Power Liability is difficult to determine at this point, the parties agree that the amount is US\$7 million (the "SP Financing"). For the sake of clarity, although the parties have agreed that the amount of the SP Financing is US\$7 million, RMA agrees to advance monies for all of the Stopping Power Liability even if that amount is in excess of the US\$7 million. RMA shall notify IM of its ultimate liability for the SP Financing and to the extent that RMA's liability is less than the amount of the SP Financing, RMA shall reduce the amount owed by IM under the SP Financing shall be reduced by that amount. The failure of RMA to notify IM of a reduction in the SP Financing shall not be a waiver of its entitlement to a reduction in the amount of the SP Financing that it must repay. Hit's To the extent that either Media 3 or Jacklyn Mandera invests equity in the Film, the amount of the SP Financing will be reduced by the amount actually received and the Note shall be amended accordingly.

- C. RMA shall provide a loan to Intermedia Film Equities USA, Inc. ("IMFEUSA") in the amount of US\$1,000,000 payable by RMA to IM upon execution of this Agreement (the "RMA Financing").
- D. The terms and conditions of the SP Financing and the RMA Financing shall together be set forth in a secured promissory note (the "Note"), security agreement (the "Security Agreement") and stock pledge agreement ("Stock Pledge Agreement") the form and substance of which shall be substantially as that set forth in the attached Exhibit 1 and which shall be executed concurrently upon execution of this Agreement. The Note shall bear interest at 7% per annum and shall have a maturity date of one year for the SP Financing and one-hundred and eighty days for the RMA Financing. The Note shall provide that to the extent that RMA recoups the actual costs of production of the Film, including without limitation, the Stopping Power Liability, and the Note has not been repaid by IM, the SP Financing shall be forgiven or, if IM has made payment to RMA under the Note, that amount paid by IM to RMA shall be remitted back to IM. If within one year from the date that the Note is initially funded RMA can obtain releases from IM's senior lenders, namely Octave-1 Fund, Ltd. and IMF, of their liens and security interest in the IM Assets, then RMA shall cancel the loan made for the SP Financing and IM shall have no obligation for its

Sascha Konzack IM Internationalmedia AG September 7, 2007 Page 3

> repayment. RMA shall not be obligated to fund the Note until such time as the Note, Security Agreement and the Stock Pledge Agreement have been executed by IM and delivered to RMA.

- E. For the projects in development as fisted on the attached <u>Annex A</u>, RMA shall retain IM or its subsidiaries, as applicable, as a producer on such project on terms to be negotiated in good faith between the parties.
- F. Concurrent with the execution of this Agreement IM shall enter into a sales agency agreement with RMA or its designee, in the form and substance attached hereto as <u>Exhibit 2</u>, to be its sales agent for all of the films in the IM library, regardless of the IM entity owning or holding the rights to such films (the "IM Films"). The IM Films are listed on the attached <u>Exhibit 2</u>.
- G. IMSP, SPP and SPPLTD shall deliver to RMA the stock certificates representing 100% ownership of each of those entities no later than the close of business in Los Angeles on September 12, 2007.

The Transactions shall be according to the following material terms:

- A. Upon receipt by RMA of this Agreement signed by IM, RMA shall hold IM's signature to this Agreement in escrow pending (i) funding of the Note, and (ii) confirmation by RMA that there are no material changes in the circumstances relating to the Film, both of which shall occur on or before 2pm PST on September 10, 2007.
- B. The terms of this Agreement shall be binding and not contingent on the parties entering into a long form agreement. However, the parties intend to enter into long form agreements for the Transactions whereby the parties will use their best efforts to take each party's objectives into consideration and achieve tax neutral transactions.
- C. The parties shall negotiate in good faith such long form agreements and such other documentation as may be necessary or appropriate, all in form and substance reasonably satisfactory to RMA and its counsel on the one hand and to IM and its counsel on the other hand ("Definitive Agreement"), which shall include customary and appropriate representations and warranties which shall survive the closing of the Transactions as well as customary conditions precedent and indemnification, including such additional terms, conditions and restrictions as are customarily addressed in agreements of a similar type for transactions of a similar kind. It is the intent of the parties that they will commence drafting of the Definitive Agreement immediately upon execution of this Agreement and that they will have the Definitive Agreement fully



Sascha Konzeck IM Internationalmedia AG September 7, 2007 Page 4

negotiated on the date that is fourteen (14) days from the date of the execution of this Agreement. The parties shall use good faith commercially reasonable efforts to finalize and execute without undue delay the Definitive Agreements in accordance with the material terms of this Agreement, it being understood and agreed that nothing in this paragraph shall require either party to do anything in contravention of their respective fiduciary responsibilities and obligations. It is further understood and acknowledged that a fallure to negotiate the specific terms of the Definitive Agreement in good faith shall constitute a breach of this Agreement pursuant to which the non-breaching party may seek damages.

3. Miscellaneous Agreements

- A. RMA and IM each represents to the other that it has all the necessary power and authority to execute and deliver this Agreement and the execution and delivery of this Agreement by it does not result in it being in violation of, breach of or default under, any material contract, agreement or understanding, whether oral or written, to which it is a party, except as disclosed herein and on the attached Exhibit 3.
- B. IM represents and warrants that it is the 100% owner of IMSP, SPP, SPPLTD and the IM Assets and that it has the authority to (i) transfer said interests to RMA, (ii) enter into the SP and RMA Financing, the Note, Security Agreement and the Stock Pledge Agreement, and (iii) enter into all other agreements set forth herein, subject only to receipt of the consent of the IM Supervisory Board and as disclosed herein and on the attached Exhibit 3.
- C. IM further represents and warrants to the following with regard to the IM Assets: (i) the IM Assets shall be acquired subject only to perfected security interests in existence as of the date of this Agreement; (ii) IM or its subsidiaries, as applicable, shall assign to RMA all rights relating to the IM Assets, including without limitation, distribution rights, regardless of whether those rights are held by IM or any of its subsidiary or affiliated companies; and (iii) IM or its subsidiaries, as applicable, shall provide full access to RMA to the files and documents relating to the IM Assets, including all production and legal files as well as props still in the possession of IM or its subsidiaries. RMA acknowledges that the consent of certain parties is necessary for the transfer of the IM Assets, including, Octave-1 Fund, Ltd, and IM Internationale Medien und Film & Co. Produktions KG with regard to all of the assets and certain parties other parties, including those noted on Annex A, with respect to certain specific films. IM represents and warrants that it will cooperate fully with RMA to obtain such consents. RMA represents and warrants that so long as IM cooperates fully in the effort to procure such consents, the failure to obtain them shall not be

Sascha Konzack IM Internationalmedia AG September 7, 2007 Page 5

deemed a breach of this Agreement. RMA further represents and warrants that once the IM Assets have been transferred to RMA, RMA shall be responsible for the liabilities and obligations associated with the IM Assets and shall execute appropriate guild assumption agreements.

- D. IM further represents and warrants to the following with regard to the Film: (i) it has obtained an extension through September 16, 2007 for the purchase of the underlying property rights relating to the Film; (ii) IM or its subsidiaries, as applicable, shall assign to RMA any distribution rights that it has in the Film, including any distribution rights held by Intermedia Film Distribution Limited, as well as the benefit from any other contractual or other arrangement, including, without limitation, any fees or other monies due to IMSP, SPP, IM or any IM subsidiary or affiliate for the Film, if any; and (iii) IM or its subsidiaries, as applicable shall assign to RMA any claims it may have against any party for failure to provide financing to the Film, including the obligation to provide equity for the Film, or for breach of any agreement between any third party and IMSP or SPP or in any way relating to the Film. RMA acknowledges that the consent of MGM is required for the assignment of the distribution rights relating to the Film and IM represents and warrants that it will cooperate fully with RMA to obtain MGM's consent.
- E. IM represents and warrants that the IM Films listed on the attached Exhibit 3 represent all of the films in which IM and any of its subsidiary entities owns or holds any interest.
- F. RMA represents and warrants that it will assume any obligations or liabilities associated with its assumption of the rights under the Film including the execution of all applicable guild assumption agreements.
- G. IM further represents and warrants that it and its subsidiarles will cooperate fully with the implementation of the terms of this Agreement, and agrees to execute and deliver any and all documents and instruments and to do and perform any and all acts and things necessary or proper to further effectuate or evidence the terms and provisions of this Agreement. The parties acknowledge that (i) there will be substantial documentation that will need to be executed in order to effectuate the terms of this Agreement, including without limitation, copyright mortgages and assignments that will need to be filed with the US Copyright office as well as with similar offices in Europe as well as lab access and direction to pay letters; (ii) time is of the essence with regard to completing, executing and filing, as applicable, all such documentation; and (iii) RMA is relying on IM and its subsidiaries, as applicable, to timely comply with the completion of the documentation for these Transactions. For the sake of clarity, the parties acknowledge and agree that IM or its subsidiaries' failure to comply with this Section 3(E) shall constitute a material breach of this Agreement pursuant to which RMA shall be entitled to seek all remedies available, whether at law

Sascha Konzack (M Internationalmedia AG September 7, 2007 Page 6

or in equity, including the right to injunctive and other equitable relief (without the need to post a bond therefore). Resort to equitable relief, however, shall not be construed to be a waiver of any other rights or remedies that the RMA may have for damages or otherwise. The various rights and remedies of RMA under this Agreement or otherwise shall be construed to be cumulative, and no one of them shall be exclusive of any other or of any right or remedy allowed by law.

- H. Each party will bear its own costs and expenses incurred in connection with the Transactions proposed by this Agreement. Neither RMA nor IM shall be responsible for the fees of any finder or broker engaged by or on behalf of the other.
- 1. Each of the parties hereto shall maintain the confidentiality of and shall not disclose any of the terms of this Agreement (including its existence or the fact that the parties are in negotiations), and any other information related to the other party or its representatives or affiliates, except to the extent required by law (including applicable stock exchange regulations) (provided that any party so required shall provide the other party with the contents of such disclosure as soon as reasonably practicable prior to making such disclosure). No press release or other public announcement with respect to the subject matter of this Agreement will be made prior to the signing of the Definitive Agreement without the mutual agreement of the parties, except to the extent required by applicable law, including applicable stock exchange regulations.
- J. Each party represents that it is free to enter into this Agreement and to effect the Transactions, and that such will not violate the rights of any other person respecting a potential acquisition or other agreement entered into by such party concerning IM (the "No Conflict Representation"). Each party shall indemnify and hold harmless the other party and its agents and representatives (collectively, "Indemnified Persons") from and against any and all losses, claims or damages, including, without limitation, reasonable attorneys' and accountants' fees and disbursements (collectively, "Losses"), asserted against an Indemnified Person as a result of a breach by the other party of the No Conflict Representation.
- K. The validity, interpretation and enforcement of this Agreement shall be governed by the laws of the State of California. Each of the parties hereto recognizes and hereby irrevocably consents to the exclusive jurisdiction over him, her or it, as the case may be, of the Superior Court of California, County of Los Angeles, in connection with any action or proceeding (whether it be for contract or tort, at law or in equity, or otherwise) arising out of or relating in any way to this Agreement, or any other document relating hereto or delivered in connection herewith. This Agreement may not be modified except in writing signed by both parties. In the event of any controversy, claim or dispute among the parties arising out of or related to the agreement or the

Sascha Konzack 1M Internationalmedia AG September 7, 2007 Page 7

breach thereof, or otherwise concerning the terms or performance of this Agreement, in addition to damages the prevailing party in such dispute shall be entitled to receive from the other party its costs and attorneys' fees therein. This Agreement may be executed in one or more counterparts, each of which shall constitute an original hereof and which together shall constitute one agreement. This Agreement supersedes any and all other agreements, either oral or in writing, between the parties hereto with respect to the subject matter hereof. Each party to this Agreement covenants to negotiate in utmost good faith and fair dealing. Nothing herein contained shall constitute a partnership between, or joint venture by, the parties hereto or constitute either party the agent of the other. If any of the provisions of this Agreement shall be unlawful, void, or for any reason unenforceable, they shall be deemed separable from and shall in no way affect the validity or enforcement of the remaining provisions of this Agreement. Nothing in this Agreement, expressed or implied, is intended or shall be construed to confer any benefit upon any person other than the parties hereto.

If the terms outlined in this letter are acceptable to you, please so indicate by signing on the space provided below.

Very truly yours,

R Media Acquisitions, LLC

By: David Bergstein
Manager

Agreed to and accepted this ____ day of September 2007:

iM Internationalmedia AG

By: Sascha Konzack

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Sascha Konzack IM Internationalmedia AG September 7, 2007 Page 8

Annex A - IM Assets Transferred to RMA*

Completed Films

Adaptation
Alexander (being transferred)
Basic
Crow, The Salvation
Dark Blue
KPAX
Life of David Gale
Nurse Betty
Omega Doom
Terminator 3
Wedding Planner
*GI Jane
*Malcoim X
*Mutholiand Falls

*distribution contracts only

Development Projects

Frog King**
The Killers Game
Prodigy
Shelter
Terminator 4

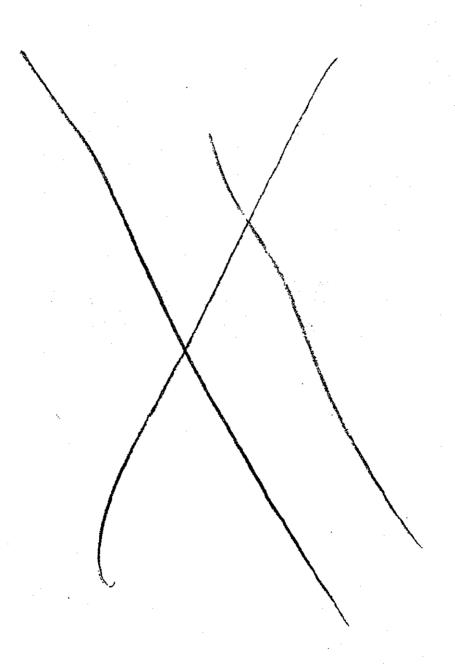
Hyperreal***

Ten***

- RMA acknowledges that IM is transferring only those rights that it has in the assets listed on Annex A
- ** RMA acknowledges that IM needs to obtain the consent from Green Street in order to transfer or assign this project to RMA
- RMA acknowledges that IM will quitclaim those rights it has in these projects

Sascha Konzack IM Internationalmedia AG September 7, 2007 Page 9

Exhibit 1 - form of Note, Security Agreement, Stock Piedge Agreement

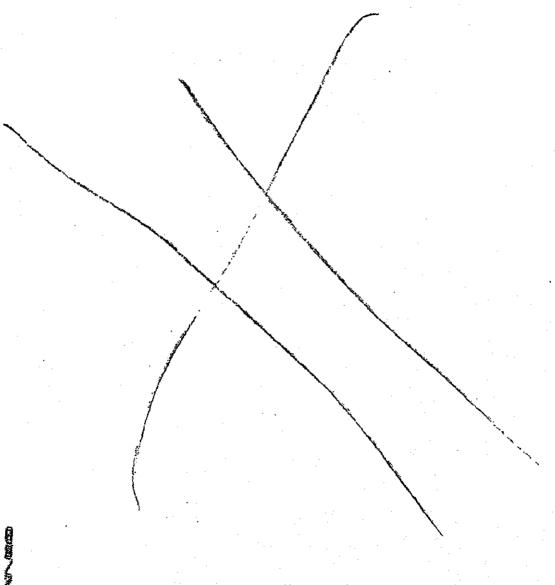


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Sascha Konzack (M Internationalmedia AG September 7, 2007 Page 10

Exhibit 2

Form of Sales Agency Agreement IM Films



Sascha Konzack IM Internationalmedia AG September 7, 2007 Page 11

Exhibit 3

Disclosure Schedule

- 1. Octave-1 Fund, Ltd.'s a perfected security interest in substantially all of IM's film library pursuant to loan documents that contain negative covenants. The granting of an additional lien on, or any transfer of such titles or pledging shares of Intermedia Film Equities Limited, Intermedia Film Distribution Limited, MEI Films Limited, Intermedia Film Equities USA, Inc. or Intermedia Film Distribution, Inc., without Octave-1 Fund, Ltd.'s consent constitutes a breach of the agreements between IM and Octave-1 Fund, Ltd.
- 2. IM Internationale Medien und Film GmbH & Co 2 / IM Internationale Medien und Film GmbH & Co 3 ("IMF") has a lien on the proceeds of the following films: Adaptation; Alexander, K49; KPAX; Life of David-Gale; Nurse Betty; Terminator 3; and Wedding-Planner; to secure principally the payment of its participation. The granting of an additional lien in the aforementioned collateral without IMF's consent constitutes a breach of the agreements with it.
- There are various distributor and guild liens on the pictures.
- 4. The consent of various "studio" distributors of the IM Assets may be required and for the transfer or encumbering of the IM Assets.
- 5. The pledging of shares of intermedia Film Equities USA, Inc. is prohibited under the terms of bonds issued by IM in 2005.

VERIFICATION

STATE OF CALIFORNIA, COUNTY OF LOS ANGELES

I have read the foregoing VERIFIED COMPLAINT FOR BREACH OF CONTRACT and know its contents.

I am Principal of Blue Tulip International, a party to this action, and am authorized to make this verification for and on its behalf, and I make this verification for that reason. I am informed and believe and on that ground allege that the matters stated in the foregoing document are true.

Executed on September 9, 2009, at Beverly Hills, California.

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct.

JAN DE BON

Print Name of Signatory

Signature

		ORIGINAL CM-010					
	mber, and address):	FOR COURT USE ONLY					
Michael Bergman (SBN 37797)	andin 9 Evall I B						
Weissmann Wolff Bergman Coleman G	LOGILI & EASIL LTL.	TOTAL TOTAL					
9665 Wilshire Boulevard	•	FILED					
Beverly Hills, California 90212	(240) EEO 7101	LOS ANGELES SUPERIOR COURT					
TELEPHONE NO.: (310) 858-7888 ATTORNEY FOR (Name): Plaintiff	fax no.: (310) 550-7191	JAMES GOLDING COOK!					
SUPERIOR COURT OF CALIFORNIA, COUNTY OF LOS	SEP 14 2009						
STREET ADDRESS: 111 North Hill Street	Mildelea						
		BY AMBER LA FLEUR: BLATTON, DEPUTY					
mailing address: CITY AND ZIP CODE: Los Angeles, California	QNN12	BY MISTER A ELEGATION					
BRANCH NAME: Central	30012	TAMBER LA FLEURIGEATTON, DEPUTY					
CASE NAME: BLUE TULIP INTERNATION	ALV R MEDIA ACQUISITIONS LL						
CASE MANUEL DECIL TOTAL TOTAL							
CIVIL CASE COVER SHEET	Complex Case Designation	CASE NUMBER:					
☑ Unlimited ☐ Limited	Counter Joinder	BC421676					
(Amount (Amount		.unge					
demanded demanded is	Filed with first appearance by defend	dant					
exceeds \$25,000) \$25,000 or less)	(Cal. Rules of Court, rule 3.402)	DEPT:					
	elow must be completed (see instruction	ns on page 2).					
Check one box below for the case type that Auto Tort		Provisionally Complex Civil Litigation					
Auto (22)		(Cal. Rules of Court, rules 3.400-3.403)					
Uninsured motorist (46)	Rule 3.740 collections (09)	Antitrust/Trade regulation (03)					
Other PI/PD/WD (Personal Injury/Property	Other collections (09)	Construction defect (10)					
Damage/Wrongful Death) Tort	Insurance coverage (18)	Mass tort (40)					
Asbestos (04)	Other contract (37)	Securities litigation (28)					
Product liability (24) Medical malpractice (45)	Real Property	Environmental/Toxic tort (30) Insurance coverage claims arising from the					
Other PI/PD/WD (23)	Eminent domain/Inverse condemnation (14)	above listed provisionally complex case					
Non-PL/PD/WD (Other) Tort	Wrongful eviction (33)	types (41)					
Business tort/unfair business practice (07)	Other real property (26)	Enforcement of Judgment					
Civil rights (08)	Unlawful Detainer	Enforcement of judgment (20) Miscellaneous Civil Complaint					
Defamation (13)	Commercial (31)	RICO (27)					
Fraud (16)	Residential (32) Drugs (38)	Other complaint (not specified above) (42)					
Intellectual property (19) Professional negligence (25)	Judicial Review	Miscellaneous Civil Petition					
Other non-PI/PD/WD tort (35)	Asset forfeiture (05)	Partnership and corporate governance (21)					
Employment	Petition re: arbitration award (11)	Other petition (not specified above) (43)					
Wrongful termination (36)	Writ of mandate (02)						
Other employment (15)	Other judicial review (39)						
2. This case is is is not complex factors requiring exceptional judicial management.		les of Court. If the case is complex, mark the					
a. Large number of separately repre-		r of witnesses					
b. Extensive motion practice raising		with related actions pending in one or more courts					
issues that will be time-consuming c. Substantial amount of documenta	_	ties, states, or countries, or in a federal court ostjudgment judicial supervision					
c. Substantial amount of documenta3. Remedies sought (check all that apply): a.							
- · · · · · · · · · · · · · · · · · · ·	Minonetary b. L. nonmonetary, dec	anatory of adjustictive relief C. [] puritive					
4. Number of causes of action (specify): one							
5. This case is is not a class a		CM 04E)					
6. If there are any known related cases, file and serve a notice of related case (You may use toms CM-015.)							
Date: September M, 2009 Michael Bergman MICHAEL BERGM	and > White	has Demman					
(TYPE OR PRINT NAME)	- 11	SIGNATURE OF PARTY OR ATTORNEY FOR PARTY)					
	NOTICE						
Plaintiff must file this cover sheet with the f	irst paper filed in the action or proceeding	ng (except small claims cases or cases filed					
under the Probate Code, Family Code, or Welfare and Institutions Code). (Cal. Rules of Court, rule 3.220.) Failure to file may result							
in Sanctions.							
 File this cover sheet in addition to any cover sheet required by local court rule. If this case is complex under rule 3.400 et seq. of the California Rules of Court, you must serve a copy of this cover sheet on all 							
other parties to the action or proceeding. Uriless this is a collections case under rule 3.740 or a complex case, this cover sheet will be used for statistical purposes only. Page 1 of 2							
• Unites this is a collections case under rule	3.740 or a complex case, this cover sh	eet will be used for statistical purposes only.					

INSTRUCTIONS ON HOW TO COMPLETE THE COVER SHEET

To Plaintiffs and Others Filling First Papers. If you are filing a first paper (for example, a complaint) in a civil case, you must complete and file, along with your first paper, the Civil Case Cover Sheet contained on page 1. This information will be used to compile statistics about the types and numbers of cases filed. You must complete items 1 through 6 on the sheet. In item 1, you must check one box for the case type that best describes the case, if the case fits both a general and a more specific type of case listed in item 1, check the more specific one. If the case has multiple causes of action, check the box that best indicates the primary cause of action. To assist you in completing the sheet, examples of the cases that belong under each case type in item 1 are provided below. A cover sheet must be filed only with your initial paper. Failure to file a cover sheet with the first paper filed in a civil case may subject a party, its counsel, or both to sanctions under rules 2.30 and 3.220 of the California Rules of Court.

To Parties in Rule 3.740 Collections Cases. A "collections case" under rule 3.740 is defined as an action for recovery of money owed in a sum stated to be certain that is not more than \$25,000, exclusive of interest and attorney's fees, arising from a transaction in which property, services, or money was acquired on credit. A collections case does not include an action seeking the following: (1) tort damages, (2) punitive damages, (3) recovery of real property, (4) recovery of personal property, or (5) a prejudgment writ of attachment. The identification of a case as a rule 3.740 collections case on this form means that it will be exempt from the general time-for-service requirements and case management rules, unless a defendant files a responsive pleading. A rule 3.740 collections case will be subject to the requirements for service and obtaining a judgment in rule 3.740.

To Parties in Complex Cases. In complex cases only, parties must also use the Civil Case Cover Sheet to designate whether the case is complex. If a plaintiff believes the case is complex under rule 3.400 of the California Rules of Court, this must be indicated by completing the appropriate boxes in items 1 and 2. If a plaintiff designates a case as complex, the cover sheet must be served with the complaint on all parties to the action. A defendant may file and serve no later than the time of its first appearance a joinder in the plaintiff's designation, a counter-designation that the case is not complex, or, if the plaintiff has made no designation, a designation that

the case is complex.

Auto Tort

Auto (22)-Personal Injury/Property Damage/Wrongful Death Uninsured Motorist (46) (if the case involves an uninsured motorist claim subject to arbitration, check this item instead of Auto)

Other PI/PD/WD (Personal Injury/ Property Damage/Wrongful Death)

Asbestos (04)

Asbestos Property Damage Asbestos Personal Injury/ Wrongful Death

Product Liability (not asbestos or toxic/environmental) (24) Medical Malpractice (45)

Medical Malpractice

Physicians & Surgeons Other Professional Health Care

Malpractice Other PI/PD/WD (23)

Premises Liability (e.g., slip

and fall) Intentional Bodily Injury/PD/WD

(e.g., assault, vandalism)
Intentional Infliction of **Emotional Distress**

Negligent Infliction of **Emotional Distress**

Other PI/PD/WD Non-PI/PD/WD (Other) Tort

Business Tort/Unfair Business

Practice (07) Civil Rights (e.g., discrimination, false arrest) (not civil

harassment) (08) Defamation (e.g., slander, libel)

(13)Fraud (16)

Intellectual Property (19) Professional Negligence (25)

CaLegal Malpractice

Other Professional Malpractice / (not medical or legal) Other Non-PVPDAVD Tort (35)

Employment Wrongful Termination (36) Other

Employment (15)

CASE TYPES AND EXAMPLES

Contract

Breach of Contract/Warranty (06) Breach of Rental/Lease

Contract (not unlawful detainer or wronaful eviction) Contract/Warranty Breach-Seller

Plaintiff (not fraud or negligence) Negligent Breach of Contract/

Warranty

Other Breach of Contract/Warranty

Collections (e.g., money owed, open book accounts) (09)

Collection Case-Seller Plaintiff Other Promissory Note/Collections Case

Insurance Coverage (not provisionally

complex) (18) Auto Subrogation

Other Coverage Other Contract (37)

Contractual Fraud Other Contract Dispute

Real Property
Eminent Domain/Inverse
Condemnation (14)

Wrongful Eviction (33)

Other Real Property (e.g., quiet title) (26) Writ of Possession of Real Property

Mortgage Foreclosure

Quiet Title

Other Real Property (not eminent

domain, landford/tenant, or foreclosure)

Unlawful Detainer

Commercial (31)

Residential (32)

Drugs (38) (if the case involves illegal drugs, check this item; otherwise, report as Commercial or Residential)

Judicial Review

Asset Forfelture (05)

Petition Re: Arbitration Award (11)

Writ of Mandate (02)

Writ-Administrative Mandamus Writ-Mandamus on Limited Court

Case Matter

Writ-Other Limited Court Case

Review

Other Judicial Review (39)

Review of Health Officer Order Notice of Appeal-Labor Commissioner Appeals

Provisionally Complex Civil Litigation (Cal.

Rules of Court Rules 3.400-3.403) Antitrust/Trade Regulation (03)

Construction Defect (10)

Claims Involving Mass Tort (40) Securities Litigation (28)

Environmental/Toxic Tort (30)

Insurance Coverage Claims

(arising from provisionally complex case type listed above) (41)

Enforcement of Judgment

Enforcement of Judgment (20)

Abstract of Judgment (Out of

County)

Confession of Judgment (non-

domestic relations)

Sister State Judgment

Administrative Agency Award

(not unpaid taxes)

Petition/Certification of Entry of

Judgment on Unpaid Taxes

Other Enforcement of Judgment

Case

Miscellaneous Civil Complaint

RICO (27) Other Complaint (not specified

above) (42)

Declaratory Relief Only Injunctive Relief Only (non-

harassment)

Mechanics Lien

Other Commercial Complaint Case (non-tort/non-complex)

Other Civil Complaint

(non-tort/non-complex)

Miscellaneous Civil Petition

Partnership and Corporate

Governance (21)

Other Petition (not specified

above) (43) Civil Harassment

Workplace Violence

Elder/Dependent Adult

Abuse

Election Contest

Petition for Name Change

Petition for Relief From Late

Claim

Other Civil Petition

П

Page 2 of 2

SHORT TITLE: BLUE TULIP INTERNATIONAL V. R MEDIA ACQUISITIONS

CASE NUMBER

BC421676

CIVIL CASE COVER SHEET ADDENDUM AND STATEMENT OF LOCATION (CERTIFICATE OF GROUNDS FOR ASSIGNMENT TO COURTHOUSE LOCATION)

This f	orm is required pursu	ant to LASC Local Rule 2.0 in all new civil case filings in the Los Ar	igeles Superior Cour
tem I.	Check the types of hea	ring and fill in the estimated length of hearing expected for this case:	HOUDE! M DAVE
	<u></u>	ACTION? YES LIMITED CASE? YES TIME ESTIMATED FOR TRIAL 2 cit and courthouse location (4 steps - If you checked "Limited Case", skip	to Item III. Pg. 4):
tem II.	Select the correct distr	the Civil Case Cover Sheet Form, find the main civil case cover sheet h	eading for your case in
Step 1	1: After first completing	the right in Column A, the Civil Case Cover Sheet case type you selected	d.
04	Or Oheals and Superior	Court type of action in Column B below which best describes the nature	OLUMB Case.
Ctom '	2 · In Column C. circle :	the reason for the court location choice that applies to the type of action :	you have checked.
For an	v exception to the court	location, see Los Angeles Superior Court Local Rule 2.0.	••••••••••••••••••••••••••••••••••••••
		Reasons for Choosing Courthouse Location (see Column C below	<u>)</u>
3	 May be filed in Central (Ot) Location where cause of a Location where bodily injuries 	d in the County Courthouse, Central District. her county, or no Bodily Injury/Property Damage). ction arose. ry, death or damage occurred. ce required or defendant resides. n requested on page 4 in Item III; complete Item IV. Sign the declaration.	des. espondent functions wholly. If the parties reside. ner Office.
ວເep _ເ		B	С
	A Civil Case Cover Sheet Category No.	Type of Action (Check only one)	Applicable Reasons - See Step 3 Above
Auto Tort	Auto (22)	A7100 Motor Vehicle - Personal Injury/Property Damage/Wrongful Death	1., 2., 4.
Act	Uninsured Motorist (46)	A7110 Personal Injury/Property Damage/Wrongful Death - Uninsured Motorist	1., 2., 4.
		A6070 Asbestos Property Damage	2.
₽¥	Asbestos (04)	A7221 Asbestos- Personal Injury/Wrongful Death	2.
Other Personal Injury/Property Damage/Wrongful Death Tort	Product Liability (24)	A7260 Product Liability (not asbestos or toxic/environmental)	1., 2., 3. ,4., 8.
E D		A7210 Medical Malpractice - Physicians & Surgeons	1., 2., 4.
ĒĒ.	Medical Malpractice (45)	A7240 Other Professional Health Care Malpractice	1., 2., 4.
sonal Wrot		A7250 Premises Liability (e.g., slip and fall)	1., 2., 4.
r Per nage/	Other Personal Injury Property Damage Wrongful Death	A7230 Intentional Bodily Injury/Property Damage/Wrongful Death (e.g., assault, vandalism, etc.)	1., 2., 4.
Dan		A7270 Intentional Infliction of Emotional Distress	1.,2., 3.
0	(23)	A7220 Other Personal Injury/Property Damage/Wrongful Death	1., 2., 4.
Fort	Business Tort (07)	A6029 Other Commercial/Business Tort (not fraud/breach of contract)	1., 2., 3.
ath ath	Civil Rights (08)	A6005 Civil Rights/Discrimination	1., 2., 3.
jury/F	Defamation (13)	A6010 Defamation (slander/libel)	1., 2., 3.
al In ongf	fraud (16)	A6013 Fraud (no contract)	1., 2., 3.
Non-Personal Injury/Property Damage/Wrongful Death Tort	. V.		

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CIVIL CASE COVER SHEET ADDENDUM AND STATEMENT OF LOCATION

LASC, rule 2.0

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	SHORT TITLE: Blue Tulip V.	R Media Acquisitions CASE NUMBER		
	A Civil Case Cover Sheet Category No.	B Type of Action (Check only one)	C Applicable Reasons - See Step 3 Above	
	Writ of Mandate (02)	A6151 Writ - Administrative Mandamus A6152 Writ - Mandamus on Limited Court Case Matter A6153 Writ - Other Limited Court Case Review	2., 8. 2. 2.	
	Other Judicial Review (39)	A6150 Other Writ /Judicial Review	2., 8.	
	Antitrust/Trade Regulation (03)	A6003 Antitrust/Trade Regulation	1., 2., 8.	
	Construction Defect (10)	A6007 Construction defect	1., 2., 3.	
tion	Claims Involving Mass Tort (40)	A6006 Claims Involving Mass Tort	1., 2., 8.	
Litigation	Securities Litigation (28)	A6035 Securities Litigation Case	1., 2., 8.	
	Toxic Tort Environmental (30)	A6036 Toxic Tort/Environmental	1., 2., 3., 8.	
•	insurance Coverage Claims from Complex Case (41)	A8014 Insurance Coverage/Subrogation (complex case only)	1., 2., 5., 8.	
of Judgment	Enforcement of Judgment (20) A6141 Sister State Judgment A6160 Abstract of Judgment A6107 Confession of Judgment (non-domestic relations) A6140 Administrative Agency Award (not unpaid taxes) A6114 Petition/Certificate for Entry of Judgment on Unpaid Tax A6112 Other Enforcement of Judgment Case		2., 9. 2., 6. 2., 9. 2., 8. 2., 8. 2., 8., 9.	
=	RICO (27)	A6033 Racketeering (RICO) Case	1., 2.,8.	
Miscellaneous Civil Complaints	Other Complaints (Not Specified Above) (42)	A6030 Declaratory Relief Only A6040 Injunctive Relief Only (not domestic/harassment) A6011 Other Commercial Complaint Case (non-tort/non-complex) A6000 Other Civil Complaint (non-tort/non-complex)	1., 2., 8. 2., 8. 1., 2., 8. 1., 2., 8.	
Ž	Partnership Corporation Governance(21)	A6113 Partnership and Corporate Governance Case	2., 8.	
Miscellaneous CIVII Petitions	Other Petitions (Not Specified Above) (43)	2., 3., 9. 2., 3., 9. 2., 3., 9. 2. 2., 7. 2., 3., 4., 8. 2., 9.		

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sноят пт.е: Blue Tulip v. R Med	ions		CASE NUMBER		
Item III. Statement of Location: other circumstance indicated in	Enter the ad Item II., Ste	ddress of the accide p 3 on Page 1, as	ent, party's rea	sidence or place o	of business, performance, or court location you selected.
REASON: CHECK THE NUMBER UNDER COLUMN C WHICH APPLIES IN THIS CASE			ADDRESS: 2202 Main	Street	
□ 1. □ 2. □ 3. □4. □ 5.	☐ 6. ☐ 7.	8. 9. 10.			
спу:	STATE:	ZIP CODE:		•	
Santa Monica	CA	90405		·	
	<u> </u>				
Item IV. Declaration of Assignme true and correct and that the abo	ve-entitled n	natter is properly file	d for assignme	nt to the <u>Stanle</u>	ey Mosk courthouse in the
CentralDistric	ct of the Los	Angeles Superior C	ourt (Code Civ	. Proc., § 392 et se	eq., and LASC Local Rule 2.0,
subds. (b), (c) and (d)). Dated: September 14, 2009	.		Michae	(SIGNATURE OF ATTORI	NEVIFILING PARTY)

PLEASE HAVE THE FOLLOWING ITEMS COMPLETED AND READY TO BE FILED IN ORDER TO PROPERLY COMMENCE YOUR NEW COURT CASE:

- 1. Original Complaint or Petition.
- 2. If filing a Complaint, a completed Summons form for issuance by the Clerk.
- 3. Civil Case Cover Sheet form CM-010.
- 4. Complete Addendum to Civil Case Cover Sheet form LACIV 109 (Rev. 01/07), LASC Approved 03-04.
- Payment in full of the filing fee, unless fees have been waived.
- 6. Signed order appointing the Guardian ad Litem, JC form FL-935, if the plaintiff or petitioner is a minor under 18 years of age, or if required by Court.
- Additional copies of documents to be conformed by the Clerk. Copies of the cover sheet and this addendum must be served along with the summons and complaint, or other initiating pleading in the case.

CIV 109 (Rev. 01/07) LASC Approved 03-04 CIVIL CASE COVER SHEET ADDENDUM AND STATEMENT OF LOCATION

LASC, rule 2.0

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