UNITED STATES DISTRICT COURT
NORTHERN DISTRICT OF CALIFORNIA

BEFORE THE HONORABLE WAYNE D. BRAZIL, MAGISTRATE JUDGE

MONSTER CABLE PRODUCTS, INC.,

PLAINTIFF,

VS. NO. C 04-2778WDB

MONSTER VINTAGE, ) PAGES 1 - 22

DEFENDANT. ) OAKLAND, CALIFORNIA
WEDNESDAY, DECEMBER 8, 2004

## TRANSCRIPT OF PROCEEDINGS

APPEARANCES:

FOR PLAINTIFF: LARIVIERE, GUBMAN & PAYNE LLP

19 UPPER RAGSDALE DRIVE, SUITE 200

MONTEREY, CALIFORNIA 93940

BY: BRENT A. CAPEHART, ATTORNEY AT LAW

FOR DEFENDANT: CHERNOFF, VILHAL

CHERNOFF, VILHAUER, MCCLUNG & STENZEL

1600 ODS TOWER

600 S.W. SECOND AVENUE

PORTLAND, OREGON 97204-3157

BY: JULIANNE ROSS DAVIS, ATTORNEY AT LAW

REPORTED BY:

RAYNEE H. MERCADO, CSR NO. 8258

RAYNEE H. MERCADO, CSR, RMR, CRR, FCRR (510) 451-8404

1 WEDNESDAY, DECEMBER 8TH, 2004 2:00 P.M. 2 PROCEEDINGS 3 THE COURT: SO GOOD AFTERNOON, FOLKS. LET ME CALL THE CASE AND ASK YOU TO ANNOUNCE YOUR APPEARANCES, PLEASE. 4 5 THE CASE SHORT STYLED IS MONSTER CABLE PRODUCTS VERSUS MONSTER VINTAGE, CIVIL ACTION NO. 04-2778WDB. 6 7 STARTING WITH COUNSEL FOR CABLE PRODUCTS, PLEASE ANNOUNCE YOUR APPEARANCES FOR THE RECORD. 8 9 MR. CAPEHART: YES, SIR. MY NAME'S BRENT CAPEHART. I'M AN ATTORNEY WITH LARIVIERE, GUBMAN & PAYNE, AND WE REPRESENT 10 11 MONSTER CABLE PRODUCTS. 12 THE COURT: OKAY. THANK YOU. 13 MR. CAPEHART: YES, SIR. 14 THE COURT: YOU CAN STAY SEATED THERE, MR. CAPEHART, BUT PLEASE PULL THE MIKE TOWARD YOURSELF SO THAT WE CAN HAVE 15 THAT SUPPLEMENTARY DEVICE FOR BOTH HEARING AND RECORDING. 16 17 MR. CAPEHART: YES, SIR. 18 THE COURT: AND ON BEHALF OF MONSTER VINTAGE? 19 MS. DAVIS: YES, YOUR HONOR. THIS IS JULIANNE DAVIS. I REPRESENT THE DEFENDANT MONSTER VINTAGE. 20 21 THE COURT: OKAY. THANK YOU. AND YOU'RE WITH 22 MR. ZEFF'S OFFICE? 23 MS. DAVIS: MR. ZEFF IS MY LOCAL COUNSEL. YES, I HAVE BEEN ADMITTED PRO HAC VICE FOR THE PURPOSES OF THIS 24 25 LAWSUIT.

1	THE COURT: OKAY.
2	MS. DAVIS: I AM WITH CHERNOFF, VILHAUER, MCCLUNG &
3	STENZEL IN PORTLAND, OREGON.
4	THE COURT: YOU'RE IN PORTLAND. OKAY.
5	OKAY. WELL, I'VE READ YOUR PAPERS, ALL OF THEM, AND
6	I'VE ACTUALLY HAD OCCASION IN THE PAST TO CONSIDER THIS KIND OF
7	ISSUE FAIRLY CAREFULLY. AND THE I UNDERSTAND, I HOPE,
8	CLEARLY THE TEST THAT'S SUPPOSED TO BE APPLIED IN THESE SETTINGS
9	AND UNDERSTAND AS PART OF THAT THAT THE PLAINTIFF'S CHOICE OF
10	FORUM DESERVES SUBSTANTIAL WEIGHT IN THE ANALYSIS.
11	MR. CAPEHART, IS THERE ANYTHING THAT YOU WANTED TO
12	ADD TO WHAT'S IN YOUR PAPERS?
13	MR. CAPEHART: YES, SIR, I DID.
14	AS YOU KNOW, THIS CASE WAS ORIGINALLY FILED BY THE
15	DEFENDANT WHEN THEY WERE BEING REPRESENTED PRO SE.
16	THE COURT: BY THE DEFENDANT.
17	MR. CAPEHART: OR THE MOTION, I SHOULD SAY, WAS
18	THE DEFENDANT WAS PRO SE.
19	THE COURT: RIGHT.
20	MR. CAPEHART: THE THEY OBTAINED COUNSEL, AND THEN
21	COUNSEL THEN FILED A REPLY. I JUST WANTED TO SUPPLEMENT SOME OF
22	MY ARGUMENT BASED UPON THEIR REPLY.
23	THE COURT: OKAY. OKAY. THAT'S FAIR ENOUGH. GO
24	AHEAD.
25	MS. DAVIS: EXCUSE ME. I'M HAVING A LITTLE

4	
1	DIFFICULTY HEARING MR. CAPEHART.
2	THE COURT: OKAY. MR YEAH, THAT'S HE'LL COME
3	UP TO A DIFFERENT MIKE THAT HOPEFULLY WILL BE EASIER TO PICK UP.
4	MS. DAVIS: THANK YOU.
5	THE COURT: AND IF YOU DON'T HEAR ANY OF US, PLEASE
6	DON'T BE BASHFUL, JUST INTERRUPT US.
7	MS. DAVIS: THANK YOU.
8	THE COURT: SO, MR. CAPEHART, GO AHEAD.
9	MR. CAPEHART: YES. MS. DAVIS, CAN YOU HEAR US NOW?
10	MS. DAVIS: YES, THANK YOU.
11	MR. CAPEHART: OKAY. GREAT.
12	JUST A COUPLE OF POINTS, YOUR HONOR. THEY HAVE
13	ARGUED AND HAVE SUPPLIED VARIOUS DOCUMENTS SUCH AS FINANCIAL
14	CAPABILITY DOCUMENTS AND NOTES FROM PHYSICIANS AND THINGS ALONG
15	THESE LINES. THEY STILL RAISE ISSUES AS TO WHETHER OR NOT THIS
16	CASE IS EVEN PROPER IN OREGON.
17	THE REASON WHY WE SAY THAT IS
18	THE COURT: "PROPER" MEANING JURISDICTION, VENUE?
19	MR. CAPEHART: JURISDICTION OR EVEN VENUE, YOU
20	KNOW BE THE PROPER OR THE BETTER PLACE FOR THE VENUE TO BE OF
21	THIS CASE.
22	THE COURT: WELL, WAIT NOW. I NEED TO KNOW A LITTLE
23	MORE PRECISELY WHAT YOU'RE TALKING ABOUT.
24	MR. CAPEHART: CERTAINLY.
25	THE COURT: ARE YOU SAYING THAT THE JURISDICTION
	TIME CORTSDICTION

-	A S A S A S A S A S A S A S A S A S A S
1	WOULD ATTACH IN PORTLAND?
2	MR. CAPEHART: JURISDICTION WOULD PROBABLY ATTACH,
3	BUT WHETHER IT WOULD STILL BE THE WOULD ALLOW THE CASE TO BE
4	TRANSFERRED TO BE THE TO SATISFY THE TEST FOR TRANSFER.
5	THE COURT: OH, OKAY. SO YOU WANT TO ADDRESS FURTHER
6	THE 1404A
7	MR. CAPEHART: YES, SIR.
8	THE COURT: RATHER THAN THE 1391
9	MR. CAPEHART: CORRECT.
10	THE COURT: OKAY.
11	MR. CAPEHART: YES, SIR. YES, SIR.
12	THE COURT: GO AHEAD.
13	MR. CAPEHART: BASICALLY THEY HAVE ARGUED THAT THEY
14	ARE A PORTLAND, OREGON COMPANY. THE PROBLEM OR THE ISSUES I
15	WANT TO RAISE IS THAT WE ARE UNSURE IF THAT IS EVEN THE CASE.
16	ON THEIR OWN AFFIDAVIT FILED BY MS. WEST, SHE ATTACHES A BANK
17	STATEMENT.
18	THE COURT: UM-HMM.
19	MR. CAPEHART: THE BANK STATEMENT LISTS THE ADDRESS
20	OF THE BUSINESS AS CAMAS, WASHINGTON. SHE'S IN HER AFFIDAVIT
21	HAS ARGUED THAT SHE'S THE SOLE OWNER OF THE PLACE BUT IT'S STILL
22	IN CAMIS, WASHINGTON. HER WEBSITE
23	THE COURT: WELL, WAIT. HER AFFIDAVIT SAYS I WORK
24	PRIMARILY IN PORTLAND. THAT'S MY OFFICE IS PRIMARILY IN
25	PORTLAND. I DO SOME WORK FROM HOME BUT MOSTLY IN PORTLAND.

MR. CAPEHART: RIGHT. AND THE SOME WORK FROM HOME, 1 IT'S A PERSONAL -- IF IT'S A DBA, HER BANK STATEMENTS ARE BEING 2 SENT TO HER HOME AS OPPOSED TO HER BUSINESS ADDRESS IN OREGON. 3 THEY'RE BEING SENT TO HER HOME, THEN, IN WASHINGTON. 4 5 THIS IS AN ONLINE BUSINESS, AND SO EXACTLY WHERE --WHAT'S THE FACILITIES IN OREGON VERSUS WHAT IS ACTUALLY GOING ON 6 IS THEIR PRINCIPAL PLACE IN WASHINGTON? DO THEY KEEP RECORDS IN 7 WASHINGTON VERSUS IN THEIR OFFICE IN OREGON? WE DON'T KNOW. 8 9 WE'RE -- WE'RE GETTING MIXED SIGNALS BASED ON THE EVIDENCE THAT'S COMING IN OR THE INFORMATION THAT'S COMING IN. 10 11 THE COURT: WELL, IN TERMS OF CONVENIENCE ANALYSIS, I DON'T REALLY THINK THAT MATTERS BECAUSE IT'S UNCONTRADICTED THAT 12 13 CAMAS, WASHINGTON IS WITHIN 15 OR 20 MINUTES OF PORTLAND. 14 MR. CAPEHART: THAT IS TRUE. IT'S ALSO, THOUGH, 15 ACROSS THE JURISDICTIONAL LINES OF THE DISTRICT OF OREGON. IT'S ACTUALLY IN WASHINGTON. 16 17 THE COURT: RIGHT. 18 MR. CAPEHART: SO WE'RE STILL IN A DIFFERENT -- IF WE WERE TO TRY TO DEPOSE HER OR OBTAIN DOCUMENTS THAT ARE LOCATED 19 IN WASHINGTON, YOU KNOW, THEY COULD POTENTIALLY REFUSE BASED ON 20 JURISDICTIONAL GROUNDS. 21 22 THE COURT: NO, THEY COULDN'T. 23 MR. CAPEHART: WELL --24 THE COURT: I MEAN, I ASSUME, MISS DAVIS, THAT YOUR CLIENT WOULD NOT CONTEST JURISDICTION IN PORTLAND? 25

1 MS. DAVIS: ABSOLUTELY NOT, YOUR HONOR. 2 THE COURT: RIGHT. 3 MS. DAVIS: WOULD NOT CONTEST JURISDICTION. 4 MR. CAPEHART: OKAY. THAT ALSO RAISES THE NEXT ISSUE 5 THAT SHE'S BASICALLY SAYING SHE'S THE SOLE OWNER AND SOLE PERSON OF THIS BUSINESS. YET WE'VE HAD EXTENSIVE DISCUSSIONS WITH A 6 SECOND PERSON WHO ALSO IS LISTED ON THEIR WEBSITE AS A --7 8 THE COURT: IS THAT MR. PETRUCCI OR WHATEVER? 9 MR. CAPEHART: MR. PETRUCCI. 10 THE COURT: YES. 11 MR. CAPEHART: AND IT SAYS IN THEIR WEBSITE -- IT HAS LETTERS -- WHEN WE FIRST CONTACTED THEM OVER A YEAR AND A HALF 12 AGO, HE'S THE PERSON THAT RESPONDED ON BEHALF OF THE COMPANY. 13 14 THE COURT: YOU'RE TALKING ABOUT A P-E-T-R-U-C-C-I? 15 MR. CAPEHART: YES, SIR. 16 MS. DAVIS: YOU'RE PRONOUNCING IT CORRECTLY, YOUR HONOR. MY UNDERSTANDING IS THAT IT'S VICTOR PETRUCCI. 17 18 THE COURT: PETRUCCI, OKAY. 19 MR. CAPEHART: AND HE IS ACTUALLY -- WE DON'T KNOW WHAT HIS POSITION IS. IN THE AFFIDAVIT, IT'S FAIRLY THIN WITH 20 RESPECT TO WHAT HE DOES. IN MS. WEST'S AFFIDAVIT, SHE GOES INTO 21 GREAT DETAIL DISCUSSING WHAT THESE OTHER WITNESSES ARE, BUT THEN 22 WHEN SHE TALKS ABOUT MR. PETRUCCI, IT JUST SAYS HE ASSISTS ME IN 23 RUNNING THE BUSINESS. 24 25 THE COURT: RIGHT.

1	MR. CAPEHART: VERY THIN. BUT YET HE IS THE PERSON													
2	THAT FLEW DOWN FROM WASHINGTON TO CALIFORNIA TO THE BAY AREA,													
3	RENTED A TRUCK AND DROVE AROUND THE BAY AREA WITH SIGNS THAT OUR													
4	CLIENT BELIEVES HAS COULD POTENTIALLY DEFAME OR WE BELIEVE													
5	DOES DEFAME OUR CLIENT. AND HE'S DOING IT BEHALF OF THE													
6	COMPANY.													
7	NOW, FOR HER TO SAY SHE'S THE SOLE OWNER HE'S													
8	ACTING AS AN AGENT. HE'S ALSO LISTED ON THE WEBSITE AS													
9	MONSTERVINTAGE.COM, KATHY WEST, VICTOR PETRUCCI, AND IT'S IN THE													
10	WEBSITE. AND THAT'S THEIR THAT'S WHAT THEY ARE SAYING TO THE													
11	PUBLIC.													
12	SO IT'S UNCERTAIN WHAT HIS ACTUAL ROLE IS AT THIS													
13	POINT. AND HE'S ACTUALLY IN WASHINGTON AND IF HE'S NOT AN													
14	EMPLOYEE OF THE COMPANY, THEN HE CAN REFUSE. AND HE'S GOING TO													
15	BE HE WOULD BE A MAIN WITNESS IF ANYTHING ELSE YOU KNOW,													
16	OUTSIDE OF MISS WEST 'CAUSE HE'S THE ONE WHO ASSISTS WITH THE													
17	RUNNING OF THE BUSINESS.													
18	THE COURT: HE CAN REFUSE WHAT?													
19	MR. CAPEHART: YOU KNOW, IF WE TRIED TO SUBPOENA													
20	HIM													
21	THE COURT: SUBPOENA HIM FOR TRIAL.													
22	MR. CAPEHART: OR DO SOMETHING FROM OREGON, WE													
23	STILL HAVE TO GO TO A DISTRICT IN WASHINGTON.													
24	THE COURT: MISS DAVIS, WOULD YOUR CLIENT COMMIT TO													
25	PRODUCING MR. DAVIS FOR DEPOSITION AND AT TRIAL IN PORTLAND?													

1 MS. DAVIS: YES, YOUR HONOR. WE WOULD COMMIT TO MAKING SURE THAT MR. PETRUCCI IS AVAILABLE FOR DEPOSITION AND 2 FOR TRIAL. HE DOES HAVE NO LEGAL INTEREST IN -- IN THE 3 BUSINESS. MS. WEST IS THE SOLE PROPRIETOR OF THAT BUSINESS, BUT 4 MR. PETRUCCI IS MS. WEST'S BOYFRIEND, AND HE DOES HELP HER RUN 5 THE BUSINESS, PARTICULARLY GIVEN HER PHYSICAL STATE. 6 7 THE COURT: OKAY. 8 MR. CAPEHART: YOUR HONOR, ADDRESSING THAT, THE -- I CAN POTENTIALLY CHALLENGE THAT AS WELL. IN OCTOBER OF THIS 9 10 YEAR, MR. --11 THE COURT: I'M SORRY. WHAT'S THE "THAT" THAT YOU'RE 12 CHALLENGING? 13 MR. CAPEHART: OH, THE -- ABOUT THE OWNERSHIP AND THINGS ALONG THOSE LINES. EXCUSE ME, YOUR HONOR. 14 15 IN OCTOBER OF THIS YEAR AFTER THIS SUIT WAS FILED, MR. PETRUCCI FILED A APPLICATION FOR A FEDERAL TRADEMARK 16 REGISTRATION, AND IN THE REGISTRATION, LISTS HIMSELF AS AN 17 18 OWNER. 19 THE COURT: OF ...? 20 MR. CAPEHART: AN APPLICANT/OWNER OF MONSTERVINTAGE.COM, AND THIS -- I MEAN, HE SIGNED IT. THERE'S A 21 DECLARATION. YOU HAVE TO SIGN THAT IT'S A TRUE STATEMENT, AND 22 23 HE SIGNED IT. 24 THE COURT: UM-HMM. 25 MR. CAPEHART: I MEAN, SO THERE AGAIN, WE DON'T

10 1 KNOW --2 THE COURT: MS. DAVIS, DO YOU KNOW ANYTHING ABOUT 3 THAT? MS. DAVIS: I KNOW THAT HE DID FILE SOMETHING ON A 4 PRO SE BASIS. I HAVEN'T SEEN THE APPLICATION, BUT, AGAIN, YOU 5 HAVE TO CONSIDER THE FACT THAT THIS IS A GENTLEMAN WHO'S TRYING 6 TO ASSIST HIS SICK GIRLFRIEND AND HE MAY HAVE FILED THE 7 8 DECLARATION BEING UNCERTAIN AS TO EXACTLY WHAT IT IS HE WAS SUPPOSED TO -- COULD OR COULD NOT PUT IN THERE OR WAS OR WAS NOT 9 SUPPOSED TO BE PUT IN THERE, BUT THAT'S AS HELPFUL AS I CAN BE 10 ON THAT, YOUR HONOR. 11 12 THE COURT: OKAY. 13 MR. CAPEHART: SO, YOUR HONOR, ONE OTHER POINT IS --14 ONE THING WE ARE -- WE'VE BEEN CONTEMPLATING, AND WE'RE ACTUALLY IN -- PREPARED TO DO IS BASED UPON MR. PETRUCCI'S ACTIONS, WE 15 ARE IN -- WE'RE PREPARING TO FILE AN AMENDED COMPLAINT ALLEGING 16 17 SOME STATE ACTIONS OF --18 THE COURT: DEFAMATION. 19 MR. CAPEHART: -- DEFAMATION AND RELATED TYPE OF 20 ACTIONS HERE THAT ARE PURELY CALIFORNIA STATE LAW BASED UPON HIS ACTIONS ON BEHALF OF THE COMPANY WITH THE TRUCK DRIVING AROUND 21 22 BRISBANE AND SOUTH BAY AREA. 23 MS. DAVIS: I DON'T SEE HOW THAT COMPLAINT CAN BE

24

25

BROUGHT TOGETHER WITH THIS PARTICULAR COMPLAINT. IF THEY WANT

TO SUE MR. PETRUCCI THERE IN CALIFORNIA FOR ACTIVITY HE TOOK IN

CALIFORNIA, AND HE ALSO -- AND MR. CAPEHART HAS MADE THE 1 REPRESENTATION THAT MR. PETRUCCI DID IT ON BEHALF OF THE 2 3 COMPANY. 4 NOW, I THINK THAT'S JUST COMPLETELY -- ON MR. CAPEHART'S POINT -- POINT OF VIEW. THERE IS NO INDICATION 5 THAT HE DID IT ON BEHALF OR AT THE BEHEST OF THE COMPANY. 6 MR. PETRUCCI SAW WHAT HE THOUGHT WAS AN INJUSTICE AND HE DECIDED 7 TO TAKE MATTERS INTO HIS OWN HANDS, AND TO GET SOME PUBLICITY AS 8 9 BEST HE KNEW HOW. BUT I --10 WHETHER OR NOT THEY DECIDE TO SUE MR. PETRUCCI THERE IN CALIFORNIA FOR COMMON-LAW VIOLATIONS THAT THEY FEEL WERE 11 COMMITTED IN CALIFORNIA I DON'T THINK HAS ANYTHING TO DO WITH 12 THIS LAWSUIT. MR. PETRUCCI IS NOT A LEGAL OWNER OF THIS 13 BUSINESS. HE DOESN'T HAVE ANY LEGAL CONNECTION TO IT. DOES HE 14 HAVE A PERSONAL CONNECTION? CERTAINLY. BUT WHEN WE'RE TALKING 15 ABOUT LEGALITIES AND LAWSUITS AND FORUMS, WE'VE GOT TO TAKE A 16 LOOK AT IT FROM THE LEGAL POINT OF VIEW. 17 18 SO I DON'T THINK THEIR PLANS ON SUING MR. PETRUCCI FOR DEFAMATION IN CALIFORNIA IMPACTS THIS PARTICULAR MOTION. 19 20 MR. CAPEHART: YOUR HONOR? 21 THE COURT: UM-HMM. 22 MR. CAPEHART: I BELIEVE COUNSEL'S A LITTLE BIT MISTAKEN, AND I WANT TO JUST CLARIFY IT. WE AREN'T JUST 23 PLANNING ON AMENDING IT TO WRITE IN MR. PETRUCCI. IT WOULD BE 24

AMENDED TO INCLUDE MONSTER VINTAGE BECAUSE WE BELIEVE THAT HE

25

1	ACTED ON DEUXIE OF THE
	ACTED ON BEHALF OF THAT COMPANY IN HIS ACTIONS AND, AS SUCH,
2	THEY ARE RESPONSIBLE FOR
3	THE COURT: "THEY" BEING MS. WEST. THERE IS NO
4	"THEY" EXCEPT MS. WEST.
5	MR. CAPEHART: EXCUSE ME. MONSTER VINTAGE IS
6	RESPONSIBLE. AND IF IT'S THE DBA OF MS. WEST, THAT'S SOMETHING
7	THAT THE LAWSUIT WOULD FLESH OUT, BUT THERE'S
8	THE COURT: YOU HAVE NO REASON TO BELIEVE THAT
9	THAT MONSTER VINTAGE IS INCORPORATED ANYWHERE, DO YOU?
10	MR. CAPEHART: WE HAVE NOT BEEN ABLE TO FIND THAT.
11	THE ONLY THING WE'VE BEEN ABLE TO FIND IS IT'S AN OREGON VERSION
12	OF A DOING BUSINESS AS.
13	THE COURT: RIGHT.
14	MR. CAPEHART: AND LAST WE CHECKED IT WAS THEY HAD
15	NOT FILED THEIR PROPER PAPERWORK, AND IT WAS
16	THE COURT: LAPSED.
17	MR. CAPEHART: IT WAS LAPSED, AND I DON'T KNOW IF
18	THAT'S BEEN UPDATED OR NOT.
19	THE COURT: OKAY.
20	MR. CAPEHART: BUT WE WOULD OF COURSE, SO IT WOULD
21	BE NOT JUST THE SUIT WITH THE INDIVIDUAL BUT ALSO THE BUSINESS,
22	MONSTER VINTAGE.
23	THE COURT: I KNOW, BUT IN THE REAL WORLD, THAT'S THE
24	SUIT AGAINST THE INDIVIDUAL 'CAUSE THERE IS NO BUSINESS EXCEPT
5	THE INDIVIDUAL.

1 MR. CAPEHART: RIGHT. THEN IT WOULD BE A SUIT AGAINST BOTH KATHY WEST AND VICTOR PETRUCCI. 2 3 THE COURT: RIGHT. OKAY. WELL, I WAS A LITTLE SURPRISED, MR. CAPEHART, THAT YOUR PAPERS DIDN'T INCLUDE ANY 4 COMPETENT EVIDENCE. WHAT I MEAN IS YOU ATTACH THREE PIECES OF 5 PAPER BUT NO DECLARATION FROM ANYBODY AUTHENTICATING THEM, NO 6 DECLARATION FROM ANYBODY WITH PERSONAL KNOWLEDGE. 7 8 I'VE ACTUALLY THOUGHT ABOUT THIS QUITE A BIT, AND THE -- EVEN AFTER YOU'VE SAID WHAT YOU'VE SAID TODAY, IT SEEMS 9 TO ME THAT THE -- I WANT TO CALL IT BALANCING ANALYSIS, BUT 10 THAT'S NOT COMPLETELY ACCURATE BECAUSE IN THE BALANCING, YOU 11 START WITH A CONSIDERABLE WEIGHT ON THE SCALES ALREADY, 12 PREWEIGHTED IN FAVOR OF YOUR CLIENT. 13 14 THIS IS YOUR CLIENT'S DISTRICT OF INCORPORATION --FUNNY WAY TO SAY IT 'CAUSE IT'S CALIFORNIA, BUT PRINCIPAL PLACE 15 OF BUSINESS. I ASSUME THAT THE -- MOST OF THE WORK, AT LEAST 16 THAT WAS DONE BY OR ON YOUR CLIENT'S BEHALF IN ORDER TO ACQUIRE 17 THE RIGHTS ON WHICH THE CLIENT IS SUING -- MOST OF THAT WORK WAS 18 DONE HERE IN CALIFORNIA IN THIS DISTRICT. 19 20 MR. CAPEHART: YES, SIR. 21 THE COURT: CORRECT? 22 SO ALL THOSE THINGS GIVE YOUR CLIENT'S CHOICE OF FORUM A FAIR AMOUNT OF WEIGHT TO START OFF WITH. THE SCALES ARE 23 ALREADY IMBALANCED IN YOUR CLIENT'S FAVOR. BUT I'VE GONE 24

25

THROUGH ALL THE OTHER FACTORS THAT THE COURTS RECOGNIZE, AND IT

SEEMS TO ME THAT THIS IS ONE OF THOSE UNUSUAL CASES WHERE THE OTHER FACTORS CLEARLY OUTWEIGH YOUR CLIENT'S CHOICE.

AND LET ME -- SINCE YOU'RE FURROWING YOUR EYEBROWS

THERE, LET ME BE A LITTLE CLEARER, AND THEN I'LL GIVE YOU A

WRITING ON THIS IN THE NEXT DAY OR TWO, BUT THIS IS UNUSUAL

IN -- FIRST OF ALL, MS. WEST'S PAPERS -- AND I SAY HER PAPERS

'CAUSE IT REALLY IS HER. I MEAN, WE CAN TALK ABOUT THE DBA

UNTIL WE'RE BLUE IN THE FACE, BUT I PREFER TO ADDRESS REALITY.

THE REALITY IS HER AND HER BOYFRIEND. I MEAN, JUST -- I DIDN'T

KNOW IT WAS HER BOYFRIEND, BUT WHO KNOWS HOW LONG THAT WILL

LAST, WHO KNOWS WHAT THE SITUATION IS.

THE UNCONTRADICTED EVIDENCE FROM HER IS THAT SHE HAS A MEDICAL CONDITION THAT WOULD PREVENT HER FROM PHYSICALLY BEING HERE EVER -- I MEAN, DURING THE FORESEEABLE FUTURE. IF SHE CAN'T PHYSICALLY BE HERE, SHE CAN'T PARTICIPATE IN A MEDIATION IN THE WAY THE COURT WANTS PEOPLE TO PARTICIPATE IN A MEDIATION IN THE WAY THAT PARTICIPATION IN MEDIATION, THE COURT BELIEVES AS A MATTER OF GENERAL PUBLIC POLICY, IS ESSENTIAL TO ITS PRODUCTIVITY AND FAIRNESS.

MORE IMPORTANTLY THAN THAT, SHE COULDN'T PARTICIPATE
IN THE TRIAL. AND BY YOUR -- PHYSICALLY. SHE COULD BE DEPOSED,
OBVIOUSLY. PRESUMABLY WOULD BE DEPOSED IN OREGON. HER
DEPOSITION COULD BE VIDEOTAPED. BUT YOUR PAPERS MAKE HER PERSON
THE CENTER OF THE CASE BECAUSE THE COMPLAINT ACCUSES HER OF
KNOWINGLY, WILLFULLY, MALICIOUSLY CHEATING.

"YOU KNEW ABOUT OUR MARK" IS WHAT THE PAPERS SAY.

"YOU'RE A GREEDY AND LAZY PERSON, MISS WEST. YOU KNEW ABOUT OUR

MARK AND YOU RACED OUT THERE AND YOU TRIED TO CAPITALIZE ON IT

FOR YOUR GREEDY, LAZY PURPOSES EVEN THOUGH WE SPENT ALL THIS

TIME AND MONEY BUILDING UP THE POWER OF OUR MARK IN YOUR USED

BIG WOMEN'S CLOTHING MARKET."

SO THE TARGET OF THE SUIT IS HER CHARACTER, HER INTEGRITY, THE QUALITY OF HER PERSONHOOD. WHEN THAT'S THE TARGET OF THE SUIT, SHE HAS AN IMMENSELY ACUTE INTEREST IN BEING HERE PHYSICALLY SO THE JURY CAN ASSESSES HER PERSONHOOD SO THAT SHE CAN TAKE THE STAND AND TESTIFY, SO THAT SHE CAN MOVE HER TESTIMONY TO BE RESPONSIVE TO THE THINGS THAT YOU AND YOUR CLIENT RAISE ABOUT HER SO THAT SHE CAN PRESENT HER PERSON AND LET THE JURY DECIDE WHETHER HER PERSON IS AS EVIL AS THE PAPERS CLAIM.

AND VIDEOTAPED DEPOSITION ABSTRACTS HER. AND THAT'S THE BEST -- I'M ASSUMING IT WOULD BE VIDEOTAPED AND NOT JUST TYPED BECAUSE THAT COMPOUNDS THE ABSTRACTION. ABSTRACTING DEPERSONALIZES, MAKES IT EASIER -- AN ABSTRACTED PERSON IS AN EASIER PERSON TO CONDEMN THAN A LIVE, REAL, FLESH-AND-BLOOD PERSON SITTING IN FRONT OF YOU. I KNOW THAT AS A JUDGE OF 20 YEARS.

AND A TRIAL IS AN ORGANIC SORT OF NON-LINEAR

MOVING-AROUND DIALECTICAL PROCESS. AND IN THAT PROCESS, THINGS

HAPPEN OFTEN THAT NO ONE REALLY ANTICIPATES. CERTAINLY WOULDN'T

BE FULLY ANTICIPATED AT THE TIME OF A DEPOSITION IN MY COURT, WHICH WOULD BE MONTHS BEFORE THE TRIAL OR IT WOULDN'T HAPPEN AT ALL.

SO IT'S GOING TO BE MONTHS BEFORE THE TRIAL, STUFF HAPPENS AFTER THE DEPOSITION PRETRIAL, STUFF HAPPENS AFTER THE DEPOSITION IN THE FINAL PRETRIAL CONFERENCE, STUFF OF CONSEQUENCE HAPPENS, UNFORESEEN -- UNFORESEEABLE AFTER THE DEPOSITION IN THE TRIAL ITSELF, AND SHE CAN'T RESPOND BECAUSE HER STORY HAS BEEN FROZEN ON THE VIDEOTAPE. AND SHE'S ABSTRACTED. SHE CAN'T BE HERE.

GIVEN THE PRIMARY TARGET OF THIS CASE, IT COMPROMISES WAY TOO SERIOUSLY THE JUDICIAL SYSTEM'S ABILITY TO DO JUSTICE,
TO HAVE A FAIR PLAYING FIELD. THAT'S A HUGE FACTOR.

NOW, THE OTHER THING IS THAT ALL OF THE WITNESSES

THAT SHE HAS IDENTIFIED WHO WOULD PROVIDE TESTIMONY, FOR

EXAMPLE, ABOUT WHAT SHE KNEW AT THE TIME SHE ADOPTED THIS MARK

OF HER OWN ABOUT WHETHER SHE HAD CLUE ABOUT MONSTER CABLE, ABOUT

WHAT HER MOTIVES WERE, ABOUT WHAT HER THOUGHT PROCESS WAS, ABOUT

HER CHARACTER, THINGS THAT ARE CENTRAL TO THE CASE, ALL THOSE

WITNESSES ARE OUTSIDE THIS -- THIS COURT'S SUBPOENA -- SUBPOENA

RANGE. THERE'S NO GUARANTEE THAT SHE COULD REQUIRE THEM TO BE

HERE.

ALL OF YOUR WITNESSES BEING BY -- NOT YOUR

PERSONALLY, OBVIOUSLY -- YOU -- MONSTER CABLE'S WITNESSES ARE

WITHIN THIS COURT'S SUBPOENA RANGE. THAT'S FINE. BUT MORE

IMPORTANTLY, THEY'RE CONTROLLED BY MONSTER CABLE. MONSTER CABLE
WILL GET THEM TO PORTLAND. IT WILL PAY. THEY WILL FLY, AND
THEY WILL TESTIFY.

SHE CAN'T HAVE ANY COMPARABLE LEVEL OF ASSURANCES IF THE CASE IS TRIED HERE THAT THE WITNESSES WHO SHE WANTS TO TESTIFY WILL BE HERE TO TESTIFY. THEY'RE NOT HER EMPLOYEES. SHE DOESN'T CONTROL THEM. IT LOOKS LIKE THEY ARE SMALL BUSINESS CONTRACT-TYPE PERSONS THEMSELVES WHO PROBABLY DON'T HAVE VERY MUCH MONEY. SHE'D HAVE TO PAY THEM PRESUMABLY TO GET DOWN HERE, AT LEAST PAY THEIR TRAVEL EXPENSES.

THE MOST -- IN THE MOST RECENT YEAR HER COMPANY

GROSSED \$15,000. IT WOULD COST THEM VERY SUBSTANTIAL PERCENTAGE

OF HER GROSS REVENUE TO PAY FOR THE PEOPLE TO COME DOWN HERE AND

FOR HER TO GET DOWN HERE ANYWAY, WHICH THEY CAN'T ANYWAY

PHYSICALLY.

NONE OF THOSE DISABILITIES WOULD COMPROMISE MONSTER CABLE'S CAPACITY TO GET A FAIR TRIAL IN PORTLAND. THERE'S NO REASON TO BELIEVE THAT MONSTER CABLE COULDN'T GET A COMPLETELY FAIR TRIAL AND PRESENT ALL ITS WITNESSES IN PORTLAND. THERE'S SUBSTANTIAL REASON TO BELIEVE SHE COULDN'T, IF THE CASE PROCEEDED HERE --

AND YOU'RE FROWNING ABOUT MY STATEMENTS ABOUT MONSTER
CABLE BEING ABLE TO GET ITS WITNESSES UP THERE. IS THERE
SOMETHING THAT I DON'T UNDERSTAND ABOUT WHY THEY COULDN'T GET
THEIR WITNESSES UP THERE, "THEY" BEING MONSTER CABLE?

1	MR. CAPEHART: ACTUALLY, YOUR HONOR, I WAS JUST KIND
2	OF THINKING OF SOME OF THE POINTS. ACTUALLY, THE ONE OF THE
3	MAIN WITNESSES HAS LEFT MONSTER CABLE. HE IS NO LONGER AN
4	EMPLOYEE.
5	THE COURT: UM-HMM. WHO'S HE? I DON'T MEAN HIS
6	NAME. WHAT'S HIS FUNCTION?
7	MR. CAPEHART: HE WAS THE DIRECTOR OF MARKETING, AND
8	HE HAS INTIMATE KNOWLEDGE OF THE MARKS OF MONSTER'S MARKS AND
9	THEIR PRODUCTS AND THINGS ALONG THOSE LINES. SO HE IS NO LONGER
10	AN EMPLOYEE AND OUT OF OUR CONTROL.
11	THE COURT: IS THERE SOME REASON TO BELIEVE THAT IF
12	MONSTER PAID HIM APPROPRIATELY TO REIMBURSE HIS EXPENSES AND FOR
13	HIS LOST BUSINESS TIME THAT HE WOULD NOT GO TO PORTLAND AND
14	TESTIFY?
15	MR. CAPEHART: I THINK IT'S VERY POSSIBLY THAT HE
16	WOULD GO ALONG. IT'S JUST THE SAME
17	THE COURT: SO THE ANSWER IS NO TO MY QUESTION.
18	MR. CAPEHART: THE ANSWER IS NO. IT'S JUST IT'S
19	BOTH PARTIES I DON'T THINK THEY HAVEN'T INDICATED
20	THE COURT: NO, NO. THERE'S A HUGE DIFFERENCE.
21	MONSTER CABLE HAS TONS OF MONEY. MISS WEST DOESN'T HAVE HARDLY
22	ANY MONEY. SO MONSTER CAN PAY EASILY FOR PEOPLE TO GO TO
23	PORTLAND. SHE CAN'T PAY EASILY FOR PEOPLE TO COME DOWN HERE AND
24	TESTIFY.
25	ALL RIGHT. WELL, THE SUBSTANTIVE THE COURT'S

1	INTEREST IN MAKING SURE THAT SUBSTANTIVE JUSTICE AND I DON'T
2	KNOW WHAT THE SUBSTANTIVE OUTCOME IS, OBVIOUSLY. I HAVE NO
3	IDEA. ALL I'M TALKING ABOUT IS PROCESS MATTERS. BUT THE
4	PROCESS MATTERS WEIGH VERY HEAVILY IN HER FAVOR, AND THEY ARE
5	REINFORCED BY THE COURT'S OBLIGATION TO DO WHAT IT CAN TO MAKE
6	SURE THAT THE PROCESS IS NOT LOGISTICALLY SKEWED UNNECESSARILY
7	AND SIGNIFICANTLY IN ONE LITIGANT'S FAVOR. AND THE PLACE WHERE
8	IT WOULD BE FAIREST IS IN PORTLAND.
9	MR. CAPEHART: I UNDERSTAND. MAY I MAKE JUST TWO
10	POINTS?
11	THE COURT: SURE.
12	MR. CAPEHART: FIRST ON HER AFFIDAVIT, THE MEDICAL
13	YOU'RE TALKING ABOUT HOW SHE COULDN'T TRAVEL.
14	THE COURT: UH-HUH.
15	MR. CAPEHART: THE MEDICAL STATEMENT CAME FROM A
16	DOCTOR FROM VANCOUVER, WASHINGTON.
17	THE COURT: WELL, THAT'S RIGHT ACROSS THE RIVER FROM
18	WASHINGTON.
19	MR. CAPEHART: THAT'S RIGHT ACROSS
20	THE COURT: YEAH. THERE'S A VANCOUVER CANADA
21	(SIMULTANEOUS COLLOQUY.)
22	THE COURT: RIGHT. VANCOUVER, WASHINGTON IS
23	APPROXIMATELY A FOUR-MINUTE BRIDGE RIDE.
24	MR. CAPEHART: AND
25	THE COURT: IS THAT RIGHT, MISS DAVIS?
- 11	

1 MS. DAVIS: THAT'S EXACTLY RIGHT, YOUR HONOR. 2 MR. CAPEHART: SO THEN -- BUT THE -- AGAIN, THOSE MEDICAL RECORDS ARE OUTSIDE THE SUBPOENA POWER OF OREGON. 3 4 THE COURT: WELL, SO I GO TO -- WE'RE A NATIONAL SYSTEM. YOU GO TO -- YOU GO TO GET THE RECORDS. CAN'T FORCE 5 SOMEONE TO COME FROM THERE AND TESTIFY NECESSARILY. THAT'S A 6 7 DIFFERENT PROBLEM. BUT I'LL BET YOU A MILLION DOLLARS THAT THOSE -- THAT MISS DAVIS WILL COOPERATE WITH YOU AND HER CLIENT 8 WILL COOPERATE WITH YOU, ASSUMING THAT THERE'S NO ADVERSE 9 10 ECONOMIC CONSEQUENCE TO DR. ALEXANDER, TO GET HIM TO PROVIDE THE DOCUMENTS WITHOUT A BIG HASSLE AND TO GIVE TESTIMONY. 11 12 MS. DAVIS: THAT'D BE A GOOD BET, YOUR HONOR. 13 THE COURT: HIS TESTIMONY IS IRRELEVANT TO THE TRIAL. I MEAN, HE'S NOT GOING TO GET UP AND SAY, "OH, YOU KNOW, SHE'S 14 GOT A HIP INJURY, AND THEREFORE SHE DIDN'T VIOLATE YOUR CLIENT'S 15 TRADEMARK RIGHTS." SO HE'S NOT REALLY -- I DON'T SEE ANY 16 IMPORTANCE OF HIS TESTIMONY TO THE CASE ITSELF. HIS INPUT HERE 17 IS UNCONTRADICTED. 18 19 MR. CAPEHART: YOUR HONOR, THE ONLY -- I WOULD ASK, THOUGH, SINCE THIS WAS FILED AS A -- IN THE REPLY AND WE HAVE 20 21 NOT HAD AN OPPORTUNITY --22 THE COURT: NO, YOU'VE HAD -- HOW LONG HAVE YOU HAD 23 THIS REPLY? 24 MR. CAPEHART: WE'VE HAD IT 14 DAYS. 25 THE COURT: OKAY. THAT'S PLENTY OF TIME TO FILE A

1	REQUEST WITH THE COURT. OBVIOUSLY MONSTER CABLE HAS PLENTY OF
2	MONEY, PLENTY OF CAPACITY TO HIRE VERY GOOD LAWYERS. YOU'VE
3	DONE A GOOD JOB IN YOUR PAPERS HERE. I MEAN, THE SERIOUSLY.
4	AND YOU'VE DONE A GOOD JOB OF DESCRIBING THE VAN DUSEN CASES AND
5	THE OTHER CASES THAT SET THE STAGE APPROPRIATELY FOR A BIAS IN
6	FAVOR OF YOUR CLIENT THAT CAN ONLY BE OVERCOME ON A STRONG
7	SHOWING.
8	YOU'VE DONE ALL THAT. THERE'S NO REASON TO BELIEVE
9	THAT YOU DIDN'T HAVE A FULL OPPORTUNITY. WE GOT TO MOVE ON.
10	THIS IS A CASE THAT'S DOING SERIOUS HARM APPARENTLY TO HER
11	CAPACITY TO KEEP HER MIND ON HER BUSINESS AND NOT BE
12	APPREHENSIVE ABOUT WHAT'S GOING ON, SO WE GOT TO MOVE THE CASE,
13	AND IT'S GOING TO MOVE IN PORTLAND.
14	MR. CAPEHART: YES.
15	THE COURT: YOU GET MORE BILLABLE HOURS. FLY UP TO
16	PORTLAND.
17	MR. CAPEHART: WELL, I TRY NOT TO
18	THE COURT: OKAY. YOU'LL GET A RULING IN WRITING. I
19	HOPE I'LL PUT IT IN THE MAIL BY FRIDAY.
20	MS. DAVIS: THANK YOU, YOUR HONOR.
21	THE COURT: BUT THE CASE IS GOING TO BE REMOVED TO
22	THE DISTRICT COURT IN PORTLAND.
23	MS. DAVIS: THANK YOU.
24	MR. CAPEHART: YES, SIR.
25	MS. DAVIS: BYE.

1		PROCE	EDIN	GS	WERE	CONC	LUDED	AT	2:30	P.M.	)		
2					-	-000-							
3													
4													
5													
6													
7													
8													
9													
10													
11													
12													
13													
14													
15													
16													
17													
18													
19													
20													
21													
22													
23													
24													
25													
Ш													I

RAYNEE H. MERCADO, CSR, RMR, CRR, FCRR (510) 451-8404

## CERTIFICATE OF REPORTER

I, RAYNEE H. MERCADO, OFFICIAL REPORTER FOR THE UNITED STATES COURT, NORTHERN DISTRICT OF CALIFORNIA, HEREBY CERTIFY THAT THE FOREGOING PROCEEDINGS IN C04-2778WDB, MONSTER CABLE V. MONSTER VINTAGE, WERE REPORTED BY ME, A CERTIFIED SHORTHAND REPORTER, AND WERE THEREAFTER TRANSCRIBED UNDER MY DIRECTION INTO TYPEWRITING; THAT THE FOREGOING IS A FULL, COMPLETE AND TRUE RECORD OF SAID PROCEEDINGS AS BOUND BY ME AT THE TIME OF FILING.

THE VALIDITY OF THE REPORTER'S CERTIFICATION OF SAID TRANSCRIPT MAY BE VOID UPON DISASSEMBLY AND/OR REMOVAL FROM THE COURT FILE.

RAYNEE H. MERCADO, CSR, RMR, CRR, FCRR
THURSDAY, JANUARY 6, 2005

## **CLIENT COPY**

January 20, 2005

Brenna Legaard, Esq. Chernoff, Vilhauer, McClung & Stenzel, LLP 1600 S. W. Second Avenue Portland, OR 97204-3157

Re: Monster Cable Products, Inc. v. Monstervintage.com

Dear Brenna,

This is in response to your letter dated January 17, 2005. We must reject your contention that the above lawsuit was groundless. The basis for the dismissal was due to reasons not entirely related to your client's actions nor based on the merits of the case.

Our dismissal was made without prejudice. Monster therefore is not restricted in taking further action should it believe that action is warranted. We will convey your statement of your client's actions, including its present and future uses of the mark MONSTERVINTAGE and logo to our client, and it has noted your client's continued harassment of our client through her website. Whether or not further response is made in the near future, Monster reserves all rights up to the applicable dates of the statutes of limitation to protect its rights in this matter.

Very-truly yours,

LARIVIERE, GRUBMAN & PAYNE, LLP

Brent A. Capelart

BAC/sgs

MONTERLY OFFICE:

19 UPPER RAGSDALL DRIVE

SUITE 200

POST OFFICE BOX 3140

· MONTEREY, CA 93942

VOICE: 831.649.8800

FAX: 831.649.8835

WEB: www.lgputlaw.com

THE LAW FIRM OF



LLE

RONALD E. GRUBMAN, PH.D. OF COUNSEL

206.332.0743

SAN JOSE OFFICE

408.294.0660