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	8	SUPERIOR COURT OF	THE STATE OF CALIFORNIA
	9	FOR THE CO	UNTY OF SAN DIEGO
	10		
	11	MARK DION,	) CASE NO: 37-2008-00085636-CU-PA ) CGL
	12	Petitioner,	) ) [PROPOSED] JUDGMENT
	13	vs.	
	14	BRANDON VERA,	) ) DATE: October 3, 2008
	15		) TIME: 1:30 P.M. ) DEPT: 75
	16	Respondent.	) Honorable: Richard R.E. Strauss )
	17 18	On October 3, 2008 at 1:30	O P.M. in Department 75 of the
	19	Superior Court located at 330 W	West Broadway, San Diego, California,
	20	Petitioner's Petition to Confin	rm Arbitration Award and to Enter
	21	Judgment came on regularly on o	calendar.
	22	The court after reviewing	the briefs and hearing arguments of
	23	counsel, granted Petitioner's H	Petition and ordered the following
	24	judgment	
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		-	[PROPOSED] JUDGMENT

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IT IS SO ORDERED:

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JUDGMENT BE ENTERED AGAINST BRANDON VERA

Principal \$133,333.33 Attorney's costs \$ 1,345.00 Pursuant to the filed Memorandum of Costs

TOTAL JUDGMENT AWARDED MARK DION AGAINST BRANDON VERA \$134,678.33

1. The petition for termination of the Boxer-Manager contract signed on September 10, 2008 between Brandon Vera, Mixed Martial Artist and Mark Dion, Manager is granted and the contract is hereby ordered terminated.

2. Boxer shall pay to Manager the sum of 1/3 of the purse paid to Vera from the fight with Tim Sylvia in November of 2007. In addition, Vera shall pay, or cause to be paid, the sum of One hundred thousand dollars (\$100,000.00) to Dion from his future purses.

3. Payment of the sums called for by this order shall be accomplished by the Commission withholding one-third of each future purse earned by the boxer in California, or by the commission in any sister jurisdiction which recognizes the California Commission, and causing the same to be paid to Mark Dion until the balance is paid in full.

4. Should Vera seek to obtain another manager at any time prior to full payment or satisfaction of the award, the entire unpaid balance, if any exists, shall be due and owing, and some accommodation to pay the remaining amount must be made before Vera will be permitted to enter into a new manager relationship in California or in any jurisdiction which recognizes the lawful orders

of the California Commission and the new manager acknowledges that he
 or she has been provided with a copy of this decision.

5. Vera and the new manager he obtains shall truthfully report to the Commission the amount of money actually paid to him for each bout wherever it takes place and the failure to accurately and truthfully report and account for purse monies will constitute grounds to suspend the license of Vera as well as the license of any future manager of Vera or any promoter who falsely reports amounts .8 of purse money in any bout agreement or in any bout in which Vera participates. DATED: HONORABLE RICHARD R.E. STRAUSS JUDGE OF THE SUPERIOR COURT 

#### PROOF OF SERVICE

# STATE OF CALIFORNIA ,) COUNTY OF SAN DIEGO )

I am employed in the County of San Diego, State of California. I am over the age of 18 years, and not a party to the within action. My business address is 835 Fifth Avenue, Suite 303, San Diego, CA 92101-6136.

On October 3, 2008, I served the foregoing document described below as [Proposed] Judgment on all parties of record

Sean Foldenauer, Esq. The Foldenauer Law Firm 757 West Ivy Street San Diego, California 92101 Courtesy Copy Karen Chappelle Supervising Deputy Attorney 300 South Spring Street #1702 Los Angeles, CA 90013

Michael N. Feder, Esq. Lewis and Roca 3993 Howard Hughes Parkway, Suite 600 Las Vegas, NV 89169

John Vaughn, Esq. Luce Forward Hamilton and Scripps 600 West Broadway, Suite 2600 San Diego, CA 92101

(BY MAIL) I am "readily familiar" with the firm's practice of collection and processing correspondence for mailing. Under that practice it would be deposited with the U.S. postal service on that same day with postage thereon fully prepaid at San Diego, California in the ordinary course of business. I am aware that on motion of the party served, service is presumed invalid if postal cancellation date or postage meter date is more than one day after date of deposit for mailing in affidavit.

- ()) By Facsimile. I declare that I served the above named documents by faxing the documents during usual office hours and thereafter mailing (by first-class mail), post prepaid) copies to all parties. The fax number I used (sent to) was (The facsimile machine I used reported no error.
- (XX) (STATE) I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct.

Executed on this 6th day of October, 2008 at San Diego, California.

DARLENE L. MCVEY

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8 9	BEFORE AN ARBITRATOR STATE ATHLETIC COMMISSION STATE OF CALIFORNIA			
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11	In the Matter of the Arbitration of Contract Case No. 091707-2 Dispute Between:			
12	BRANDON VERA, Mixed Martial Artist			
13	and			
14	MARC DION, Manager.			
15				
16				
17	The above captioned arbitration matter came on regularly for hearing before			
18	Armando Garcia, Executive Officer of the California State Athletic Commission, the			
19	Arbitrator duly appointed by the Commission. The matter was convened at 10:00 a.m. on			
20	September 17, 2007 at the Office of the Attorney General, 110 West "A" Street, Suite			
21	1100, San Diego, California 92101, pursuant to written notice to all parties. Karen			
22	Chappelle, Supervising Deputy Attorney General acted as counsel to the Arbitrator.			
23	Brandon Vera, Licensed Mixed Martial Artist (Hereinafter "Vera") appeared and was			
24	represented by Craig Nicholas, Esq. He also presented Joe Silva, the Vice President of			
25	Talent Relations with the Ultimate Fight Championship Manager Marc Dion (Hereinafter			
26	"Manager") was present and represented by Stephen Cummings, Esq. Both parties were			
27	prepared to proceed. Based upon the records of the Commission, Notices to the parties,			
28	and following the taking of testimony of the parties and other witnesses under oath, and			
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following receipt of documents in evidence and upon taking official notice of the records
 and proceedings of the California State Athletic Commission and following submission of
 the parties of oral arguments on the evidence and due consideration thereof, the Arbitrator
 now makes the following:

#### **FINDINGS OF FACT**

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1. On August 4, 2004, Brandon "The Truth" Vera, entered into a 6 7 "Mixed Martial Arts/Kick Boxing Contract/Manager Contract (hereinafter, Boxer-Manager 8 Contract)" with respondent, manager Mark Dion (hereafter "Dion"). (Exh. 1 of arb. 9 hearing, p. 1.) This contract was different in form and content from the actual 10 Commission Boxer-Manager contract, a State of California form, and it was not approved by the California State Athletic Commission (hereafter "Commission"). (Exh. 1, Clause 11 1(a).) Among other differences, this contract called for Dion as manager to receive a share 12 13 of all compensation from any source paid to Vera.

2. 14 On September 21, 2005, Vera entered into the contract at issue in the instant arbitration, a Commission-approved "Boxer-Manager" contract with Dion. (Exh. 2 15 16 of arb. hearing, pp. 1, 2.) Under this contract, Vera agreed to render services from 17 September 21, 2005 to September 20, 2010 "solely and exclusively for Manager [Dion] in 18 such boxing context, exhibition, or training exercises as Manager shall from time to time 19 direct," and to pay Dion 33 and 1/3 percent of any money Vera earns for his services " in 20 such boxing context, exhibition, or training exercises." (Exh. 2, Clause A, p. 1.) This 21 contract limits a manager's compensation to purses. No addendum was added to the 22 standard Commission contract to expand the scope of the manager's share beyond purses. 23 Dion agreed to use his "best efforts to secure remunerative boxing contests and at all 24 times to act in the best interest of Boxer." (Exh. 2, Clause B, p. 1.) The Commission 25 contract requires controversies between the parties to submit to binding arbitration. (Exh. 2, Clause C(4).) 26

Following the signing of the contract, Vera fought Fabiano Schwermer
 on October 3, 2005 and won a second round TKO. Vera then fought Justin Eilers on

February 4, 2006 and won with a KO in the first round. Soon after entry of the September
2005 Commission-approved contract, Dion obtained a three-fight UFC promotional
contract for Vera. Under this promotional contract, Vera fought Asuario Silva on May 27,
2006 and won by submission in Round 1. Vera fought the second fight with Frank Mir on
November 18, 2006 and won by TKO in the first round. (Dion arb. brief, p. 3; Vera arb.
brief, p. 3.) According to UFC sources, Vera sustained an injury in the Mir match and did
not fight match in the UFC promotional contract until after this arbitration.

8 4. Following the Mir match, Dion began negotiations for a second UFC 9 fight contract to significantly increase Vera's earnings. On December 4, 2006, UFC President Dana White met with Dion to discuss re-signing Vera to a new multi-fight deal 10 with the UFC, and White made an offer by writing a series of numbers on a Post-it note. 11 (Dion arb. brief, pp. 3-4.) Dion discussed the offer with Vera, who wanted to make a 12 counter-offer for more money. Dion telefaxed the discussed counter-offer for Vera to 13 14 approve. Upon Vera's approval, on December 7, 2006, Dion e-mailed the counter-offer to White. Vera reviewed the sent e-mail, and told Dion he wanted a signing bonus. Dion 15 16 revised the counter-offer to include the signing bonus, and e-mailed the revised counter-17 offer. (Dion arb. brief, pp. 4-5, citing Dion's Exh. 42.) In late December, UFC "matchmaker" Joe Silva told Dion that "the real UFC's offer was 50/50 for the first fight, 18 19 60/60 for the second fight, and 70/70 for third fight. If VERA became a World Champion it 20 would be 90/90, 100/100, 110/110 as well as \$100,000.00 signing bonus." Vera was not interested in this offer, so Dion rejected it on December 26, 2006 at 4:46 p.m. (Dion arb. 21 22 brief, p. 5, citing Dion's Exhs. 39 and 46.) That same day, at 7:16 p.m., the UFC sent Dion 23 a letter extending Vera's contract three months on the ground that Vera was injured in 24 May 2006. Dion felt that the UFC was trying to punish Vera for rejecting its offers. Dion 25 and Vera decided to dispute the UFC's attempt to extend the contract, and to try to schedule Vera's third fight by May 27, 2007, as required by the UFC's three-fight contract, 26 27 in order to give Vera additional leverage. (Dion arb. brief, p. 5.) Since the UFC did not 28 discuss any proposed fights, in January 2007 Dion hired attorney Stephen Cummings to

help negotiate with the UFC. (Dion arb. brief, pp. 5-6.)

Angry with the UFC offer and questioning that offer, Vera decided to 2 5. travel to Las Vegas in February 2007 (RT 49) and directly approach "matchmaker" Silva 3 without Dion. Vera met with Silva, who represented to Vera that the UFC's offer on the 4 Post-it note included a \$100,000 signing bonus. Thereafter Vera's communications with 5 Dion broke down. (RT 27-28, 49.) Vera called and met with Floyd Evangelista, who 6 7 wanted to become Vera's manager in the Philippines and who said a sponsor in the 8 Philippines wanted to pay Vera \$30,000. Not wanting to turn down the deal, Vera instructed Evangelista to contact Dion. Afterward, Dion called Vera to tell him that 9 10 Evangelista could get him a \$25,000 sponsorship from the Philippines. (RT 28-29.)

In March 2007, Vera told the UFC not to deal with Dion, but he did
 not inform Dion. (Dion arb. brief, p. 6.) On March 21, 2007, attorney Cummings
 received a letter from attorney Pollie Gautsch. This letter tried to terminate the August
 2004 contract for alleged sponsorship violations. (Dion arb. brief, p. 7, citing Vera's Exh.
 1.) On March 26, Cummings advised that the Commission-approved September 2005
 contract was controlling, not the August 2004 contract. (Dion arb. brief, p. 7.)

7. Believing Dion to have breached his fiduciary duty as Vera's manager,
Vera ended their relationship. (Vera arb. brief, p. 3, ¶ 2.)

8. Through attorney Craig Nicholas, Vera requested arbitration of his
 dispute with Dion. (Nicholas's 7/11/07 letter to Commission Executive Officer Garcia.)
 On September 17, 2007, an arbitration hearing was held before State Athletic Commission
 Executive Officer Armando Garcia. (RT 2.) Attorney Craig Nicholas appeared on behalf of
 Vera, attorney Cummings appeared on behalf of Dion, and SDAG Karen Chappelle
 appeared on behalf of the arbitrator. (RT 2.) At the conclusion of the hearing, the matter
 was submitted. (RT 134.)

9. On October 20, 2007 Vera fought Tim Sylvia, the final fight pursuant
to the original UFC promotional contract and lost a unanimous decision.

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#### Claimant Vera's Arguments

10. Vera argues that Dion breached his fiduciary duty to Vera in three 2 ways. (Vera arb. brief, pp. 4-6.) First, Dion misrepresented UFC contract negotiations. 3 4 Vera maintains that after he defeated Silva and Mir, the UFC became interested in making 5 him the next challenger for the heavyweight title. Having been told by Vera about the importance of obtaining a multi-fight, signing-bonus contract with the UFC, Dion 6 7 misrepresented to Vera that the UFC would not offer him a signing bonus, when in fact the UFC had offered Vera a \$100,000 signing bonus. Because of Dion's misrepresentation, 8 9 Vera claims he lost his "number one contender status and an opportunity to fight for the 10 title," he lost "months of fighting in the prime of his career," and he lost his trust of Dion. (Vera arb. brief, pp. 3-4.) 11

12 11. Second, Vera contends that Dion breached his fiduciary duty by
misrepresenting to Vera that a sponsor offered less money than what was offered, with
Dion planning to pay a kickback to someone who provided the referral. (Vera arb. brief, p.
5.)

16 12. Third, Vera maintains Dion breached his fiduciary duty by harming
17 Vera's relationship with the UFC and potential sponsors. Vera claims that the overly
aggressive and abrupt Dion "treated UFC representatives in a caustic and unreasonable
manner," and "verbally berated a potential sponsor during negotiations, ending the
potential sponsorship opportunity." (Vera arb. brief, p. 5.)

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# Respondent Dion's Arguments

13. Dion first objects to consideration of Vera's sponsorship dispute
because it is based on the August 2004 contract that was not approved by the
Commission, and not the Commission-approved and therefore controlling September
2005 contract. (Dion arb. brief, pp. 7-8.) Next, he denies breaching the September 2005
contract, since he obtained a UFC contract providing for three fights within the year.
(Dion arb. brief, p. 9, citing Dion's Exh. 35.) Dion claims that Vera is the one who
breached their contract by advising the UFC that Dion was no longer Vera's manager.

(Dion arb. brief, p. 9.) (Dion also accuses Vera of slandering him on the Internet.)

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14. Regarding Vera's claim that Dion failed to disclose a \$100,000 signing 2 bonus offered by the UFC, Dion questions why an e-mail set forth in Vera's Exhibit 26 was 3 only sent to UFC representative Dana White and to a Lorenzo Fertitta, and not sent to 4 5 Dion. Dion maintains that Vera's attempt to use the e-mail to void the September 2005 contract is questionable, since the purposed e-mailed offer was not communicated to 6 7 Dion. (Dion arb. brief, p. 10.) (Dion suggests that the UFC and Vera "were working together behind the scene" to exclude Dion and terminate his 33 and 1/3 percent 8 commission. Dion maintains that the UFC committed intentional interference with Dion's 9 contract with Vera. Dion asks the Commission to independently investigate the UFC's 10 actions. (Dion arb. brief, p. 11.)) 11

12 15. Next, Dion argues that Vera submitted no evidence regarding the 13 Philippine offer, and it is irrelevant. While individuals from the Philippines expressed an 14 interest for Vera to fight there, Vera could not fight anywhere without the UFC's 15 permission. Citing Exhibit 54, Dion states he notified the UFC about a possible fight in the 16 Philippines, but that the UFC never responded. Dion contends the lack of response was due to the UFC's intentional interference with Dion's contract with Vera, so that the UFC 17 and Vera could reduce their expenses by Dion's 33 and 1/3 percent commission. (Dion 18 19 arb. brief, p. 11.)

16. Dion maintains that in March 2007, he forwarded an accounting that
neither Vera nor his attorney disputed, and that the expenditures and receipts show Dion's
good-faith efforts toward Vera. (Dion arb. brief, p. 12, citing Exh. 1 in Financial
Documentation Folder.) Dion requests the arbitrator order that Dion be paid 33 and 1/3
percent of any money paid by the UFC to Vera or any other entity or person for any
fighting activities until September 2010. (Dion's arb. brief, p. 14.)

# DISCUSSION

17. The problem facing the Arbitrator in this matter is that the item
that is the source of the dispute between the parties is an oral bonus allegedly

promised as a part of renegotiation of a UFC promotional contract that everyone 1 agrees existed, but is outside specific terms of the Boxer-Manager contract. The 2 Arbitrator's problem is compounded by the terms of the 2004 Boxer-Manager 3 contract which was not approved by the Commission. This proposal contained 4 much broader remuneration for Dion, as it went beyond purses and included a 5 manager's share of all remuneration paid to Vera for any purpose, including signing 6 bonuses. Essentially the parties have now come before the Commission seeking 7 adjudication of an outside agreement with a Nevada promoter that was not ever 8 9 presented to the Commission for its approval and seeking compensation under a 10 contract that was not accepted by the Commission.

11 18. The Commission has no jurisdiction to arbitrate or adjudicate the
12 UFC promotional contracts, as these appear to uniformly confer jurisdiction to litigate
13 them in the courts of Las Vegas, Nevada. However, in determining whether the conduct of
14 the parties to the California Boxer-Manager warrants the relief sought in this arbitration,
15 the arbitrator may consider the actions of all persons directly or indirectly involved.

16 19. By the terms of the Boxer-Manager contract signed by the parties and 17 accepted by the Commission, Manager is only entitled to compensation in the form of a 18 fixed share of each of Boxer's purses during the term of the contract. No mention is made 19 of compensating Manager for either signing bonuses or other bonuses paid by a third party 20 promoter or sponsor in the contract in effect, and no addendum was ever filed that would 21 have authorized this. For that reason, the parties must adjudicate their dispute over the 22 bonuses pursuant to the terms of the promotional contract or in the courts.

23 20. For purposes of this arbitration, it is necessary to determine whether
24 Manager acted reasonably and in the best interests of Boxer in terms of the allegedly
25 offered promotional and endorsement opportunities. There was no evidence presented
26 that Manager would in any way have benefitted from the rejection of a bona fide
27 promotional or endorsement opportunity. Even though the Boxer-Manger contract
28 approved by the Commission limits Manager's compensation to purses from boxing

contests, exhibition or training exercises (Clause A1) it is in Manager's interests to use his
 best efforts in all areas on behalf of Boxer and career.

What is clear from the record is that Boxer sought compensation in
liquid form and made this known to Manager. In the case of one of the endorsement
allegedly offered, it appears that the compensation offered includes stock in lieu of cash.
Knowing the wishes of Boxer, it cannot be said that rejection of such an offer by Manager
was unreasonable.

8 22. While the record contains some discussion about a possible fight in 9 the Philippines, it appears that there was never a firm offer for this show or shows and it 10 remained just a discussion.

23. 11 In the case of the promotional contracts with UFC, the arbitrator notes that the compensation and bonus allegedly offered consists of a Post-it note. While 12 13 it is not disputed by the parties that the note was apparently written by Dana White, President of the UFC, the existence or non-existence of the elusive signing bonus appears 14 15 to have come from Mr. Silva, who is identified as a matchmaker and an attorney at 16 different places, "explaining" the Post-it note. There is also a series of letters in the 17 evidence from Kirk Hendrick, who is identified as Chief Operating Officer of UFC. It seems to the arbitrator that the ambiguity of the Post-it note, which appears to be the root 18 19 of the current dispute, could have been avoided if UFC had put their offer in the form of a 20 proposed contract and sent it to Manger.

21 24. It is the responsibility of the Commission to not only ensure fighter 22 safety, but to act in the best interests of boxing and martial arts in the enforcement of 23 contracts approved by it. The boxer has not met his burden of proving that the manager 24 has engaged in illegal conduct in violation of the laws and regulations of the Commission 25 which would establish legal cause for issuance of an order terminating the contract 26 however, the evidence has established that the personal relationship between the boxer 27 and manager has deteriorated to the point where an impasse exists has been created 28 which is not good for either party or for boxing or mixed martial arts in general.

25. A boxer-manager contract by its very nature is a contract for the 1 performance of personal services and contains an implied covenant and promise by both 2 3 parties of good will, trust and mutual cooperation, which in this case has been frustrated. 4 There was testimony that this breakdown of respect and of trust between the parties has 5 resulted in verbal exchanges leading the arbitrator to conclude that the boxer and manager are presently incompatible to the extent that it would be contrary to the best interests of 6 7 boxing and the boxer to force him to remain under contract until the expiration of the term. It is therefore consistent with the best interests of boxing and the boxer to allow the 8 9 boxer to terminate the current contract upon terms and conditions which are fair, just and 10 equitable to both parties.

26. There does not appear to be a dispute between Vera and Dion that 11 12 Dion has been reimbursed for expenses and purses up through the Mir bout. Dion asserts 13 that he is entitled to 1/3 of Vera's purses through the end date of the contract in 2010. 14 While Dion is entitled to some of the benefit of his bargain with Vera, it does not appear to the arbitrator that this request is justified. However, Dion negotiated the original 15 16 promotional agreement with UFC, and he should be entitled to the Manager's 1/3 share of 17 the last fight purse in that original promotional agreement.

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27. In addition to 1/3 of Vera's purse from the Sylvia fight, the arbitrator 19 finds that based upon the figures under discussion between UFC and Dion, and what was 20 represented to Vera by Silva about the Post-it note, that a fair projection of Vera's purses 21 through 2010 could range from several hundred dollars to in excess of a million dollars. 22 However, the arbitrator has no information on the extent of Vera's injuries but can 23 estimate based upon his knowledge, training and experience that the effect the loss in 24 November, 2007 will have a considerable negative impact on that amount. Accordingly, 25 the Arbitrator determines that the reasonable likelihood of reimbursement from boxer's 26 future purses is the sum of \$100,000. This amount is found to be fair, just and equitable 27 and can either be paid by boxer or any future manager or may come from boxer's future 28 purses.

#### DETERMINATION OF ISSUES

1. The Arbitrator has jurisdiction over the parties and over the subject 2 matter of the arbitration, but not over the promotional agreement signed by both Vera and 4 Dion with UFC Promotions and any subsequent promotional agreements not filed with the 5 Commission and approved by them.

2. Vera has not met his burden of proving that Dion engaged in illegal 6 7 conduct in violation of the laws and regulations of the Commission which would establish legal cause for issuance of an order terminating the contract or that Dion failed to act in a 8 reasonable manner in discharging his obligations as a manager as provided for in the 9 contract. However the evidence has demonstrated that the level of distrust that exists 10 between Vera and Dion is such that termination of their contract would be in the best 11 interests of mixed martial arts and the parties. 12

13 3. The Arbitrator does not have jurisdiction to award monetary damages 14 pursuant to the boxer-manager contract, but may act to equitably terminate the Boxer-15 Manager contract signed in 2005 in a manner consistent with the best interests of boxing and martial arts. 16

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4. Based on the foregoing, the Arbitrator hereby issues the following:

## ORDER

19 1. The petition for termination of the Boxer-Manager contract signed on 20 September 10, 2005 between Brandon Vera, Mixed Martial Artist and Marc Dion, Manager 21 is granted and the contract is hereby ordered terminated.

> 2. Boxer shall pay to Manager the sum of 1/3 of the purse paid to Vera from the fight with Tim Sylvia in November, 2007. In addition, Vera shall pay, or cause to be paid, the sum of one hundred thousand dollars (\$100,000.00) to Dion from his future purses.

3. Payment of the sums called for by this order shall be accomplished by the Commission withholding one-third of each future purse earned by the boxer in California, or by the commission in any sister

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jurisdiction which recognizes the California Commission, and causing the same to be paid to Marc Dion until the balance is paid in full. Should Vera seek to obtain another manager at any time prior to full payment or satisfaction of the award, the entire unpaid balance, if any exists, shall be due and owing, and some accommodation to pay • the remaining amount must be made before Vera will be permitted to enter into a new manager relationship in California or in any jurisdiction which recognizes the lawful orders of the California Commission and the new manager acknowledge that he or she has \_\_\_\_\_\_ been provided with a copy of this decision.

5. Vera and any new manager he obtains shall truthfully report to the Commission the amount of money actually paid to him for each bout wherever it takes place and the failure to accurately and truthfully report and account for purse monies will constitute grounds to suspend the license of Vera as well as the license of any future manager of Vera or any promoter who falsely reports amounts of purse money in any bout agreement or in any bout in which Vera participates.

This Decision shall become effective on March 28, 2008 DATED: March 3, 2008

ARMANDO GARCIA, EXECUTIVE OFFICER STATE ATHLETIC COMMISSION Arbitrator

Attorney for Arbitrator

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#### **Exhibits** Testified to at Arb. Hearing:

- 1: pre-Commission-approved contract (RT 18)
- 2: Commission-approved contract (RT 19)
- 3: 3/24/06 letter from White to Vera stating that the UFC agreed to pay Vera a signing bonus (RT 50-51, 98)
- 7: Vera/Dion's counter-offer to UFC, which Dana White forwarded to Silva (RT 22, 87)
- 9: UFC's extension letter (RT 75)
- 31: UFC offer of 50/50, 60/60, 70/70, and if Vera became a champion, 90/90, 100/100, 110/110 plus \$100,000 signing bonus (RT 88, 92, 97) 39: 12/4 original UFC "post-it" offer (RT 58, 62)
- 41: Dion's counter-offer e-mail to Dana White in response to "post-it" offer (RT 65, 67, 102)
- 42: Dion's fax to Vera of the scratch paper proposing the final, full counter-offer to White (RT 66-69)
- 43: Dion's e-mail to Dana White regarding 12/14 phone conversation (RT 71)
- 44: Joe Silva 12/21 phone call to Dion (RT 72)
- 45: Vera negotiating in the Philippines (RT 73)
- 46: Dion informing White that Vera and Dion "decided to pass" because Silva's numbers are half of what White offered four days earlier (RT 73)
- 50: Dion sending mass e-mails re sponsorships (RT 75-76)
- 55: 3/6/07 e-mail from Dion to Joe Silva; Dion asked Silva is there was any news on Vera's next fight (RT 83, 119)
- 65: 12/14 Elite XE press conf. W/ Dion, Vera and Dion-managed boxer, K.J. Nunes (RT 69-70)

#### LINEPAPERBLANK1.wpd

#### **DECLARATION OF SERVICE BY MAIL**

#### Re: BRANDON VERA, Mixed Martial Artist and MARK DION, Manager

State Athletic Commission Case No. 091707-2

I am over 18 years of age, and not a party to the within cause; my business address is 300 South Spring Street, Suite 1702, Los Angeles, California 90013; I served a true copy of the attached **DECISION OF THE ARBITRATOR**, on each of the following, by placing same in an envelope addressed as follows:

STEPHEN T. CUMMINGS, ESQ. 835 Fifth Avenue, Suite 303 San Diego, CA 92101-6136

CRAIG NICHOLAS, ESQ. Nicholas & Butler, LLP 225 Broadway, 19<sup>th</sup> Floor San Diego, CA 92101

I hereby certify that I am employed in the office of a member of the Bar of this Court at whose direction the service was made.

Each said envelope was then, on March 6, 2008, sealed and deposited in the United States Mail at Los Angeles, California, the county in which I am employed, with the postage thereon fully prepaid.

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

Executed on March 6, 2008, at Los Angeles, California.

HENRIETTA E. GAVIOLA Declarant