

Michael T. McKibben

From: Professor James P. Chandler <professorchandler@chandlerlawfirm.com>
Sent: Friday, 9 August, 2002 4:02 PM
To: mmckibben@leader.com
Subject: Re: FW: Invoice Due and Payable
Attachments: 0308-27_25 Feb 2002 (Jul 2002).wpd

Mike:

It is not a bad day. It's a business decision that this law firm cannot continue to work for Leader without payment. This is business, not friendship. The decision is final but subject to review upon receipt of payment. I do consider us to be friends, and I have certainly supported Leader in everyway. But that is now ended.

A duplicate copy of the invoice faxed on July 15 is attached hereto.
Please pay immediately and then we can talk. I will call you when I can

Jim

> Dear Jim:

>

> I would like to speak with you in person on the phone or come to Washington

I have followed your advice. Please do not let me down.

>

> --Mike

>

> -----Original Message-----

> From: Professor James P. Chandler

> [mailto:professorchandler@chandlerlawfirm.com]

> Sent: Friday, August 09, 2002 1:29 PM

> To: mmckibben@leader.com

> Subject: RE: Invoice Due and Payable

>

>

> Dear Mike:

>

> 1. First, we are vigorously and successfully prosecuting your
[REDACTED] thereby creating an extremely valuable
[REDACTED] estate for Leader.

>

> 2. Second, we have successfully negotiated the Leader / LLNL CRADA
and
[REDACTED]

> This adds great value to Leader's intellectual property estate.

>

> 3. Third, we have made introductions to IBM, XEROX, and Hoffmann
> LaRoche - big players in your space.

>

> 4. All of the above adds value to your company and provides an and
> intellectual asset base on which you can justify the investments by
> others.

>

> The cost to this firm to pursue this work exceeds \$40,000.00 per
month,

> excluding the [REDACTED] work. As you know, we have not invoiced
> monthly for this work effort. At this time, however, we must cease
all

> work for Leader Technologies until our meager invoice of \$30,000 on
the

> trademark work is paid. I will invoice you for all other work carried
> out in the calendar year 2002 and 2001.

>

> As for shares in Leader Technologies Incorporated, I have no further
> interest in them.

>

> Finally, as stated before, I introduced you to Bill Fenwick to map
your

> progress through reorganization and capitalization. Get on with it
> with Kevin. If he cannot do it, get someone else in that firm who
> can.

>

> At this time, I have but one interest and that is that you pay our
> invoice immediately and keep these invoices current. The capital
> investment by this firm into Leader has exceed tolerable levels.

Going

> forward, we can only do such work as is important enough for you to
pay

> for.

>

> Jim

>

> > Jim:

> >

> > I put in a call to you on Monday to go over this, but since we
> haven't yet

> > connected, I'll summarize our status.

> >

[REDACTED]

\$30K is currently 15% of our monthly overhead. We

> are on

> > the verge of a breakthrough, and it can't come soon enough for me

> (and you)!

> >

[REDACTED]

>>
>> --Mike
>>
>> -----
>> Michael T. McKibben
>> Chairman & CEO
>> Leader Technologies Incorporated
>> Spectrum Commerce Center
>> 921 Eastwind Drive, Suite 118
>> Westerville, Ohio 43081
>> (614) 890-1986 Voice
>> (614) 864-7922 Fax
>> mmckibben@leader.com Email
>> www.leader.com WWW
>>
>> To view the LeaderPhone(tm) Teleconferencing Services video, click
>> <http://www.leader.com/leaderphone/emailbrochure.htm>, then click the
> video
> camera icon.
>>
>> To subscribe to LeaderPhone(tm) Teleconferencing Services, click
>> <https://www.leaderphone.com/leaderphone/index.jsp?803=200068965>
>>
>> This message contains proprietary and confidential attorney-client
> trade
>> secret information intended for the sole use of the intended
recipient
> (s).
>> This message is protected by the Uniform Trade Secrets Act and the
> Economic
>> Espionage Act of 1996 which stipulates that any violation of said
> laws may
>> be subject to penalties of \$10M and up to 15 years imprisonment, and
> various
>> other penalties. This message is also subject to the Leader
> Proprietary &
>> Confidentiality Agreement. If you have received or are viewing this
> message
>> in error, please delete it immediately and kindly notify the Leader
> CEO,
>> Michael T. McKibben at (614) 890-1986 or mmckibben@leader.com. Abuse
> of
>> Leader copyrights, trademarks, service marks, trade secrets and all

> other
>> proprietary property rights will be prosecuted to the fullest extent
> of the
>> law. Click on "Report a Security Incident" at www.leader.com if you
> have
>> knowledge of improper use of this information.
>> -----
>>
>>
>>
>>
>> -----Original Message-----
>> From: Professor James P. Chandler
>> [mailto:professorchandler@chandlerlawfirm.com]
>> Sent: Friday, August 09, 2002 11:56 AM
>> To: mmckibben@leader.com
>> Subject: Invoice Due and Payable
>>
>>
>> Mike:
>>
>> On June 26, 2002, you paid \$10,000.00 and on July 8, 2002 you paid
>> \$20,000.00 which completed the \$30,000 due and payable on June 26,
>> 2002. At this time, your invoice for July 25, 2002 in the amount of
>> \$30,000 remains unpaid. It is now imperative that you pay this
> invoice
>> **immediately!**
>>
>> Jim Chandler
>>
>>
>> Professor James P. Chandler
>> THE CHANDLER LAW FIRM CHARTERED
>> 1815 Pennsylvania Ave., NW
>> Suite 300
>> Washington, D.C. 20006
>> Tel: 202.296.8484
>> Fax: 202.296.4098
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No. 1:08-cv-00862-JJF

LTI production request sent 9/16/2009

THE CHANDLER LAW FIRM CHARTERED

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Washington, D.C. 20006

Washington, D.C. 20006

PROFESSOR JAMES P. CHANDLER

Writer's Direct Dial: 202.842.4800

E-mail

<professorchandler@chandlerlawfirm.com>

INVOICE

To: **Leader Technologies LLC**

Invoice #: 0308-27

Our Ref: 0308-3000 US *et al.*

Invoice Date: February 25, 2002

Attn: Michael T. McKibben

Invoice for
(and Specif

| Date of Service | Our Reference | Cash Service Rate | Cash Costs (USD) | Atty/ PL | Description of Work |
|--------------------|----------------------------|-------------------|------------------------|----------|---------------------|
| Commencing 03/2002 | 0308-3000 US <i>et al.</i> | \$5,000.00 | 1,000,000.00 | JPC | |
| TOTAL | | | \$ 1,000,000.00 | | |

| | | |
|-----------------------------|-------------|---|
| Less Cash Payments Received | \$10,000.00 | Installment 1 of 100, Thank you. |
| | \$10,000.00 | Installment 2 of 100, Thank you. |
| | \$10,000.00 | Installment 3 of 100, Thank you. |
| | \$20,000.00 | Installment 4 of 100, Thank you. Installment 5 of 100, Thank you |
| | \$10,000.00 | Installment 6 of 100, Thank you. |
| | \$20,000.00 | Installment 7 of 100, Thank you. Installment 8 of 100, Thank you |

| | |
|---------------------------------------|--------------------|
| Total Cash Balance as of July 9, 2002 | \$ 920,000.00 cash |
|---------------------------------------|--------------------|

| | |
|---|--|
| MINIMUM CASH PAYMENT DUE BY JULY 25, 2002 BUT NO | REQUEST FOR PRODUCTION OF DOCUMENTS TO LEADER TECHNOLOGIES, INC. |
|---|--|

LATER THAN JULY 31, 2002.**\$30,000.00****THE CHANDLER LAW FIRM CHARTERED****REMITTANCE COPY****LEADER TECHNOLOGIES LLC**

Invoice #: 0308-27

Invoice Date: February 25, 2002

For
re

\$ 30,000.00

MINIMUM TOTAL DUE THIS PERIOD**\$ 30,000.00**

MINIMUM TOTAL DUE**\$30,000.00****REMITTANCE COPY**

Remit to:

THE CHANDLER LAW FIRM CHARTERED
P.O. Box 27457
Washington, D.C. 20038-7457

Fed EIN 52-1944614