Stuart M. Brown (SBN 170028) PRESTON GATES & ELLIS LLP 1 222 SW Columbia Street 2 **Suite 1400** Portland, OR 97201-6632 Telephone: (503) 228-3200 Facsimile: (503) 248-9085 3 4 Email: sbrown@prestongates.com 5 Kathleen O. Peterson (SBN 124791) Aaron M. McKown (SBN 208781) PRESTON GATES & ELLIS LLP 6 1900 Main Street, Suite 600 Irvine, CA 92614 Telephone: (949) 253-0900 Facsimile: (949) 253-0902 7 8 Email: aaronm@prestongates.com 9 Attorneys for Plaintiffs 10 11 12 13

14

15

16

17

18

19

20

21

22

23

24

25

26

UNITED STATES DISTRICT COURT

DRNIA **№ 03-5**045

CENTRAL DISTRICT OF CALIFORNIA

AT LOS ANGELES

DOTSTER, INC., a Washington corporation, GO DADDY SOFTWARE, INC., an Arizona corporation, eNOM, INC., a Washington corporation, REGISTRATION TECHNOLOGIES,

INC., a Rhode Island corporation,

Plaintiffs,

INTERNET CORPORATION FOR ASSIGNED NAMES AND NUMBERS, a California nonprofit corporation

Defendant.

Page 1- DECLARATION OF TIM RUIZ IN SUPPORT OF PLAINTIFFS' MOTION FOR TEMPORARY RESTRAINING ORDER AND PRELIMINARY INJUNCTION

Civil Case No.

DECLARATION OF TIM RUIZ IN SUPPORT OF PLAINTIFFS' MOTION FOR TEMPORARY RESTRAINING ORDER AND PRELIMINARY INJUNCTION

> PRESTON GATES & ELLIS LLP 222 SW COLUMBIA STREET SUITE 1400

I, Tim Ruiz, declare and state as follows:

I am the Product Manager of Domain Name Services of Plaintiff Go Daddy Software, Inc. ("Go Daddy"). I make this declaration of my own knowledge, and after a review of documents maintained by Go Daddy in the normal course of business. If called as a witness I could testify to each of the following facts:

- 1. I have read and agree with paragraphs 1 through 37 of the Declaration of Clint Page in Support of Plaintiffs' Motion for Temporary Restraining Order and Preliminary Injunction dated July 10, 2003.
- 2. Go Daddy has been accredited as a domain name ("Domain") registrar ("Registrar") by Internet Corporation for Assigned Names and Numbers ("Defendant"). Go Daddy has signed a Registrar Accreditation Agreement ("Accreditation Agreement") with Defendant, and such Accreditation Agreement is dated May 17, 2001 and is attached hereto as Exhibit A. Go Daddy is accredited to register the .COM and .NET top-level Domains ("TLDs").
- 3. Go Daddy is one of approximately 45 Registrars who compete to reregister Domains that are expiring or otherwise being deleted by the VeriSign Global Registry Services, a division of VeriSign, Inc., which operates the .COM and .NET registry (the "Registry").
- 4. The technology and process that Go Daddy has developed to register expiring Domains that are being deleted in a Batch Delete is marketed to potential domain registrants ("Domain Registrants") under the name "DomainAlert<sup>TM</sup>."

  DomainAlert operates as a first-come first-served model.
- 5. DomainAlert allows potential Domain Registrants to backorder domain names that are currently not available. DomainAlert will hold the backorder request and monitor the status of the backordered domain name. When it is determined that the backordered domain name will be released, DomainAlert attempts to register the

Page 2- DECLARATION OF TIM RUIZ IN SUPPORT OF PLAINTIFFS' MOTION FOR TEMPORARY RESTRAINING ORDER AND PRELIMINARY INJUNCTION

PRESTON GATES & ELLIS LLP 222 SW COLUMBIA STREET SUITE 1400 domain name for the Domain Registrant. DomainAlert allows only one backorder per domain name within its system. If the domain name is successfully registered that backorder is considered fulfilled. If the domain name is not registered the Domain Registrant may reassign the backorder to a different domain name at no additional cost. DomainAlert backorders are currently priced at \$18.95 and include the registration fee if successful.

- 6. On an annual basis, Go Daddy pays registrar accreditation fees to Defendant in accordance with the Accreditation Agreement and Defendant's then-current policies. In 2002, for example, Go Daddy paid over \$130,000 in accreditation fees. In 2001, Go Daddy paid over \$25,000 in accreditation fees.
- 7. Implementation of the proposed WLS will effectively destroy Go
  Daddy's DomainAlert and other competing models because WLS creates a first-come,
  first-served model that preempts the competitive Batch Delete process that currently
  exists, which allows Registrars to compete with one another.
- 8. Implementation of the WLS will essentially end the current business model Go Daddy has created, as well as the business models created by its competitors. There will no longer be deleting Domains of value for people to bid on, as valuable Domains will likely have WLS subscriptions placed on them.
- 9. The estimated value of the business that Go Daddy will lose if WLS is implemented substantially exceeds \$100,000.

I declare under penalty of perjury under the laws of the United States of America that the foregoing is true and correct, and that this declaration was executed on July 11, 2003 at Cedar Rapids, Iowa.

Tim Ruiz

Page 3- DECLARATION OF TIM RUIZ IN SUPPORT OF PLAINTIFFS' MOTION FOR TEMPORARY RESTRAINING ORDER AND PRELIMINARY INJUNCTION

PRESTON GATES & ELLIS LLP 222 SW COLUMBIA STREET SUITE 1400