#### ATTACHMENT 3

# NOTICE OF ENTRY OF ORDER DENYING RENEWED MOTION TO COMPEL ARBITRATION AND STAYING PROCEEDINGS

# MORRIS LAW GROUP 900 BANK OF AMERICA PLAZA 300 SOUTH FOURTH STREET LAS VEGAS, NEVADA 89101

#### A copy of the Order is attached.

#### MORRIS LAW GROUP

By /s/STEVE MORRIS
Steve Morris, Bar No. 1543
Akke Levin, Bar No. 9102
900 Bank of America Plaza
300 South Fourth Street
Las Vegas, Nevada 89101

Attorneys for Defendant DR Partners d/b/a Stephens Media Group

# MORRIS LAW GROUP 300 BANK OF AMERICA PLAZA $\cdot$ 300 SOUTH FOURTH STREET $\cdot$ LAS VEGAS, NEVADA 89101 702/474-9400 $\cdot$ FAX 703/474-9433

#### **CERTIFICATE OF SERVICE**

Pursuant to Nev. R. Civ. P. 5(b)(2)(D) and E.D.C.R. 8.05, I certify that I am an employee of MORRIS LAW GROUP and that on the date below, I caused the following document(s) to be served via the Court's Odyssey E-Filing System: NOTICE OF ENTRY OF ORDER DENYING RENEWED MOTION TO COMPEL ARBITRATION AND STAYING PROCEEDINGS. The date and time of the electronic proof of service is in place of the date and place of deposit in the mail.

TO:

#### Lewis Roca Rothgerber LLP

Leif Reid <u>lreid@lrrlaw.com</u>
Kristen Martini <u>kmartini@lrrlaw.com</u>

#### Moran Brandon Bendavid Moran

John Moran john.moran@moranlawfirm.com

Jeffrey Bendavid j.bendavid@moranlawfirm.com

DATED this 19an day of lunus

, 2015

By\_

#### EXHIBIT A

ORDD MORRIS LAW GROUP Steve Morris, Bar No. 1543 Email: sm@morrislawgroup.com Electronically Filed Akke Levin, Bar No. 9102 08/19/2015 03:01:30 PM Email: al@morrislawgroup.com 900 Bank of America Plaza 300 South Fourth Street Las Vegas, Nevada 89101 6 CLERK OF THE COURT 200 BANK OF AMERICA PLAZA · 300 SOUTH FOURTH STREET · LAS VEGAS, NEVADA 89101 702/474-9400 · FAX 702/474-9422 Telephone: (702) 474-9400 7 Facsimile: (702) 474-9422 8 Attorneys for Defendant 9 DR Partners d/b/a Stephens Media Group 10 MORRIS LAW GROUP 11 DISTRICT COURT 12 CLARK COUNTY, NEVADA 13 Case No.: A-15-715008-B LAS VEGAS SUN, INC., a Nevada Dept. No.: XI Corporation, 14 Plaintiff, 15 ORDER DENYING RENEWED VS. MOTION TO COMPEL 16 ARBITRATION AND DR PARTNERS, a Nevada General 17 STAYING PROCEEDINGS Partnership, d/b/a STEPHENS MEDIA GROUP; DOES 1-X, 18 DATE: August 18, 2015 inclusive. TIME: 8:30 a.m. 19 Defendants. 20 21 DR Partners', d/b/a Stephens Media Group ("Stephens 22 Media"), motion to compel arbitration and for a stay of proceedings came 23 on for a hearing on August 18, 2005. Jeffrey Bendavid, Kristen Martini, and 24 Leif Reid appeared for the Las Vegas Sun; Steve Morris appeared for 25 Stephens Media. 26 Now, having considered the motion and heard the arguments 27 of counsel, and good cause appearing, the Court hereby 28

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Attorneys for Defendant DR Partners d/b/a Stephens Media Group

1	(1) denies the motion to compel arbitration;
2	(2) stays all proceedings for five days from the date of this
3	Order to allow Stephens Media time to file a Notice of Appeal to the
4	Nevada Supreme Court. In the event the Notice of Appeal is filed within
5	five days, the stay will not expire but will continue pending disposition of
6	the appeal by the Supreme Court. In the event the Notice of Appeal is not
7	filed within five days of this Order, the stay shall expire without further proceedings and
9	(3) the hearing on the Sun's motion for summary judgment,
0	scheduled for August 25, 2015, is vacated.
3	Dated this day of August, 2015.
} L	ELIZABETH GÖNZALEZ
	DISTRICT COUNT JUDGE - DEPT. 11
	Submitted by:
	MORRIS LAW GROUP  Steve Morris, No. 1543 Akke Levin, No. 9102 900 Bank of America Plaza 300 South Fourth Street Las Vegas, Nevada 89101

#### ATTACHMENT 2

# ORDER DENYING RENEWED MOTION TO COMPEL ARBITRATION AND STAYING PROCEEDINGS

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2	MORRIS LAW GROUP
	Steve Morris, Bar No. 1543
3	Email: sm@morrislawgroup.com
	Akke Levin, Bar No. 9102
4	Email: al@morrislawgroup.com
5	900 Bank of America Plaza
Ü	300 South Fourth Street
6	Las Vegas, Nevada 89101
<b>,</b>	Telephone: (702) 474-9400
7	Facsimile: (702) 474-9422
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	Attorneys for Defendant
9	DR Partners d/b/a Stephens
10	Media Group
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CLERK OF THE COURT

### DISTRICT COURT CLARK COUNTY, NEVADA

LAS VEGAS SUN, INC., a Nevada Case No.: A-15-715008-B Corporation, Dept. No.: XI Plaintiff, ORDER DENYING RENEWED VS. MOTION TO COMPEL DR PARTNERS, a Nevada General ARBITRATION AND Partnership, d/b/a STEPHENS STAYING PROCEEDINGS MEDIA GROUP; DOES 1-X, inclusive, **DATE:** August 18, 2015 TIME: 8:30 a.m. Defendants.

DR Partners', d/b/a Stephens Media Group ("Stephens Media"), motion to compel arbitration and for a stay of proceedings came on for a hearing on August 18, 2005. Jeffrey Bendavid, Kristen Martini, and Leif Reid appeared for the Las Vegas Sun; Steve Morris appeared for Stephens Media.

Now, having considered the motion and heard the arguments of counsel, and good cause appearing, the Court hereby

(2) stays all proceedings for five days from the date of this
Order to allow Stephens Media time to file a Notice of Appeal to the
Nevada Supreme Court. In the event the Notice of Appeal is filed within
five days, the stay will not expire but will continue pending disposition of
the appeal by the Supreme Court. In the event the Notice of Appeal is not
filed within five days of this Order, the stay shall expire without further the may seek a bond for the stay of appropriately proceedings and
(3) the hearing on the Sun's motion for summary judgment,
scheduled for August 25, 2015, is vacated.
Dated this day of August, 2015.
ELIZABETH GONZALEZ DISTRICT COURT JUDGE - DEPT. 11
Submitted by:
MORRIS LAW, GROUP
By: Steve Morris, No. 1543 Akke Levin, No. 9102
900 Bank of America Plaza 300 South Fourth Street
Las Vegas, Nevada 89101
Attorneys for Defendant
DR Partners d/b/a

denies the motion to compel arbitration;

(1)

Stephens Media Group

#### ATTACHMENT 1

## FIRST AMENDED COMPLAINT FOR DECLARATORY JUDGMENT

1 FAC E. LEIF REID, ESO. 2 Nevada Bar No. 5750 KRISTEN L. MARTINI, ESQ. Nevada Bar No. 11272 LEWIS ROCA ROTHGERBER LLP 50 West Liberty Street, Suite 410 Reno, Nevada 89501 5 Telephone Number: (775) 823-2900 Fax Number: (775)823-2929 6 lreid@lrrlaw.com kmartini@lrrlaw.com 7 JOHN T. MORAN, JR., ESQ. 8 Nevada Bar No. 2271 JEFFERY A. BENDAVID, ESO. Nevada Bar No. 6220 MORAN BRANDON BENDAVID MORAN 10 630 South 4th Street Las Vegas, Nevada 89101 11 Telephone: (702) 384-8424 12 Attorneys for Plaintiff 13 14 15 LAS VEGAS SUN, INC., a Nevada

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**CLERK OF THE COURT** 

#### DISTRICT COURT

#### CLARK COUNTY, NEVADA

Corporation,

Plaintiff,

VS.

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DR PARTNERS, a Nevada General Partnership, d/b/a STEPHENS MEDIA GROUP; DOES I-X, inclusive,

Defendants.

FIRST AMENDED COMPLAINT FOR DECLARATORY JUDGMENT

(EXEMPT FROM ARBITRATION: DECLARATORY RELIEF REQUESTED)

BUSINESS COURT REQUESTED **PURSUANT TO** E.D.C.R. 1.61(a)(2)(iv)

COMES NOW Plaintiff Las Vegas Sun, Inc. ("Plaintiff"), and complains against Defendants DR Partners, doing business as Stephens Media Group, and Does I through X ("Defendants") as follows:

#### JURISDICTION AND VENUE

This is an action for declaratory relief pursuant to NRS 30.040. This Court has 1. subject matter jurisdiction over this action under Article 6, Section 6 of the Nevada Constitution.

2.	This Court has personal jurisdiction over Defendants, and each of them, pursuant to
NRS 14.0	065 because the acts and omissions complained of herein were committed, in part, within
the State	of Nevada, County of Clark, and, thus, Defendants, and each of them, had and continue to
have suff	icient minimum contacts with this forum such that the exercise of personal jurisdiction
over them	will not offend traditional notions of fair play and substantial justice.

3. Venue is proper in the Eighth Judicial District Court, Clark County, Nevada, under NRS 13.010, because all of the actions alleged herein were undertaken in Clark County, Nevada, and affect property located in Clark County, Nevada. Venue is also proper pursuant to NRS 13.040.

#### THE PARTIES

- 4. Plaintiff is a Nevada corporation that is a member of Greenspun Media Group, LLC, which publishes various newspapers and magazines in Clark County, Nevada.
- 5. Defendant, DR Partners, doing business as Stephens Media Group ("Defendant"), is and at all times material hereto was a Nevada general partnership having its principal place of business in Clark County, Nevada.
- 6. Plaintiff alleges that Defendants named herein as Does I through X are individuals, corporations, limited-liability companies, partnerships, associations or other persons or entities who are responsible in some manner or capacity for the acts alleged herein, but whose names are unknown to Plaintiff at this time. Plaintiff will seek leave to amend this complaint to include the names of Does I through X when the identities of such Defendants become known to Plaintiff.

#### **GENERAL ALLEGATIONS**

- 7. Plaintiff realleges and incorporates by reference the allegations contained in the above paragraphs as though fully set forth herein.
- 8. Plaintiff publishes a daily newspaper called Las Vegas Sun ("The Sun") for circulation in the Las Vegas metropolitan area.
- Defendant was the publisher of the Las Vegas Review Journal ("LVRJ") in Las Vegas, Nevada.

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- In 1989, Plaintiff entered into a joint operating agreement (the "1989 JOA"). 10. attached hereto and incorporated herein as Exhibit 1, with Defendant's predecessor, Donrey of Nevada, Inc.
- The 1989 JOA became effective, pursuant to 15 U.S.C. section 1803(b), only after it was determined by the Attorney General of the United States that the 1989 JOA would effectuate the policy and purpose set forth by Congress in the Newspaper Preservation Act.
- Under the 1989 JOA, the LVRJ was required to, among other things, print The Sun, 12. and handle all advertising and circulation functions for both print newspapers. The 1989 JOA ensured that The Sun would be in existence and publication until at least 2040.
- 13. Thereafter, Defendant assumed all of the rights and obligations of the 1989 JOA from its predecessor, Donrey of Nevada, Inc.
  - 14. In 2005, Plaintiff renegotiated the 1989 JOA with Defendant.
- 15. At this time, Plaintiff and Defendant entered into the valid and existing written Amended and Restated Agreement ("2005 Amended JOA"), attached hereto and incorporated herein as Exhibit 2, which forever amended the terms and conditions of the 1989 JOA.
- The 2005 Amended JOA was approved by the Attorney General of the United 16. States in the same manner as the 1989 JOA, and was found to effectuate similarly the policy and purpose set forth by Congress in the Newspaper Preservation Act. The 2005 Amended JOA requires that The Sun continue in publication until at least 2040.
- 17. The 2005 Amended JOA required the LVRJ to print both the LVRJ and The Sun together in its facilities and to fund and execute payments to all costs, including capital expenditures of operations, with the exception of operation of The Sun's news and editorial department.
- 18. Specifically, Section 4.2 of the 2005 Amended JOA states: "The Review-Journal and the Sun shall each bear their own respective editorial costs and shall establish whatever budgets each deems appropriate."
- Section 4.2's requirement that Plaintiff and Defendant were required to bear their 19. own editorial costs was not an obligation under the 1989 JOA.

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Despite the plain language of Section 4.2 requiring otherwise, Defendant has failed 20. or refused to comply with its requirement that Plaintiff and Defendant bear alone their respective editorial costs, thereby breaching Section 4.2 of the 2005 Amended JOA.

#### FIRST CLAIM FOR RELIEF

#### (Declaratory Judgment)

- 21. Plaintiff realleges and incorporates by reference the allegations contained in the above paragraphs as though fully set forth herein.
  - 22. Plaintiff is a party to the written 2005 Amended JOA.
- 23. Pursuant to NRS 30.040, Plaintiff, as a party to the written 2005 Amended JOA, is entitled to a declaration of its rights, status, and legal relations under the 2005 Amended JOA.
- 24. Section 4.2 of the 2005 Amended JOA expressly states: "The Review-Journal and the Sun shall each bear their own respective editorial costs and shall establish whatever budgets each deems appropriate."
- Since Defendant has expensed its editorial costs for the LVRJ, in direct violation of 25. Section 4.2 of the 2005 Amended JOA, a justiciable controversy presently exists between Plaintiff and Defendant as to whether Section 4.2 of the 2005 Amended JOA requires Defendant to bear its respective editorial costs.
- A justiciable controversy exists between Plaintiff and Defendant as to the meaning 26. and interpretation of Section 4.2 and the obligations it places upon the Parties' performance under the 2005 Amended JOA.
- As such, Plaintiff is entitled to a Declaratory Judgment determining the rights, 27. interests, and obligations of Plaintiff as to these justiciable controversies concerning the terms and conditions of the 2005 Amended JOA, and in particular, whether Section 4.2 of the 2005 Amended JOA requires Plaintiff and Defendant to bear their respective editorial costs.
- Plaintiff has been forced to obtain the services of counsel to prosecute this action 28. and is entitled to an award of attorneys' fees and costs incurred herein pursuant to NRS 18.010, et seq.

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## 50 West Liberty Street Suite 410 Reno, NV 89501-1922

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#### PRAYER FOR RELIEF

WHEREFORE, Plaintiff respectfully requests that this Court provide the following relief:

- A Declaratory Judgment in the manner permitted by NRS 30.040(1) determining and declaring Plaintiff's rights, status, and legal relations under the 2005 Amended JOA as alleged and requested above.
  - B. An award to Plaintiff of its cost of suit, including reasonable attorney's fees; and
- C. An order granting to Plaintiff such other and further equitable or injunctive relief to which it may be entitled and which this Court finds to be just and appropriate.

DATED this 22nd day of June, 2015.

LEWIS ROCA ROTHGERBER LLP

KRISTEN L. MARTINI

50 West Liberty Street, Suite 410

Reno, Nevada 89501

In Association With:

JOHN T. MORAN, JR., ESQ. JEFFERY A. BENDAVID, ÈSO. 630 South 4th Street

Las Vegas, Nevada 89101

Attorneys for Plaintiff

## 50 West Liberty Street Suite 410 Reno, NV 89501-1922

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#### **CERTIFICATE OF SERVICE**

Pursuant to Nevada Rule of Civil Procedure 5(b), I certify that I am an employee of LEWIS ROCA ROTHGERBER LLP, and that on June 22, 2015, I caused the foregoing <u>FIRST</u>

#### AMENDED COMPLAINT to be served:

- by placing an original or true copy thereof in a sealed envelope placed for collection and mailing in the United States Mail at Reno, Nevada, postage prepaid, following ordinary business practices, addressed as follows:
- X by electronically filing the foregoing with the Wiznet electronic filing system, which will send a notice of electronic filing to the following:

Steve Morris Akke Levin Morris Law Group 900 Bank of America Plaza 300 South Fourth Street Las Vegas, Nevada 89101

Email: sm@morrislawgroup.com Email: al@morrislawgroup.com Jeffrey Bendavid, Esq. Moran Brandon Bendavid Moran 630 South 4th Street Las Vegas, Nevada 89101 Email: j.bendavid@moranlawfirm.com

by placing an original or true copy thereof in a sealed envelope and causing the same to be personally hand-delivered, addressed as follows:

Laura J. Heath

### **EXHIBIT 1**

### **EXHIBIT 1**

#### AGREEMENT

#### PRELIMINARY STATEMENT

Donrey owns and publishes in Las Vegas, Nevada, an all day newspaper on weekdays, a morning newspaper on Saturdays and holidays, and a Sunday newspaper, each known as the Las Vegas Review-Journal (hereinafter referred to as the "Review-Journal") Sun owns and publishes in Las Vegas, Nevada, a morning newspaper on weekdays and Saturdays and a Sunday newspaper, each known as the Las Vegas Sun (hereinafter referred to as the "Sun"). The Sun presently operates and for a number of years has operated at a substantial loss, and is in probable danger of financial failure. It is the firm belief of the parties that the continued publication of at least two newspapers of general circulation, editorially and reportorially separate and independent, is of paramount importance to the citizens of Las Vegas and its environs. The parties further believe that publication of the Sun can be carried on profitably, and its continued editorial existence and independence thereby assured, if its production. distribution and advertising functions and related non-news and non-editorial activities are conducted and performed by the Review-Journal, through a single staff of Review-Journal employees utilizing Review-Journal's plant and equipment inder a joint

Paris 12:23 rates & butter was

newspaper operating arrangement (hereinafter referred to as "Agreement"), under which the Review-Journal will act on its own behalf with respect to the Las Vegas Review-Journal and on behalf of the Sun with respect to the Las Vegas Sun.

NOW, THEREFORE, in consideration of the premises and of the mutual covenants and agreements hereinafter set forth, the parties hereto agree as follows:

#### ARTICLE I

#### TERM

1.1 Effective Date. The term of this Agreement shall begin at 12:01 a.m. on the 10th day (or on such later day as the parties may agree) after the filing of written consent of the Attorney General of the United States to this Agreement under the Newspaper Preservation Act, which shall be known as "the Effective Date". The parties agree to pursue diligently the filing of the application for approval of this Agreement to the Department of Justice and to use their best efforts and take all action necessary to obtain such written consent as expeditiously as possible within the procedures set forth in applicable regulations of the Department of Justice. This Agreement does not constitute any limitation on either party's obligation to engage in good faith labor negotiations if and as required by the National Labor Relations Act, and to implement any understandings it may reach in such negotiations.

Upon execution hereof, each party shall furnish to the other a written opinion of its counsel that all necessary

corporate action has been taken to authorize this Agreement and that, subject to the conditions of the praceding paragraph, this Agreement shall constitute the valid and binding obligation of the respective party. The parties agree to cooperate in coordinating meetings with government officials, community leaders, employees and their representatives, advertisers and others to explain the Agreement.

If, within eighteen (18) months after the filing of the application with the Department of Justice, the application has neither been approved by the Attorney General without a hearing nor been the subject of an order for a hearing, or if, within eighteen (18) months after the Attorney General has issued an order for a hearing, the application has not been approved by the Attorney General, the parties shall discuss the feasibility of continuing to seek approval of the application and either party may, after notification to the other, withdraw from the application. The Review-Journal and Donrey intend to make a request, at the time of filing the application, under 28 CFR Section 48.5 for a protective order withholding from public disclosure their financial and other privileged and confidential commercial information to be filed with this application and restricting access to such materials to the applicants and the Department of Justice. If the request is not granted the Review-Journal and Donrey reserve the right to unilaterally withdraw the application. If the protective order is initially granted but, at a later date, access to or inspection of the protected information is to be afforded anyone other than the

applicants, the Department of Justice, or an administrative law judge, and their respective employees, without restrictions as to disclosure acceptable to the Review-Journal and Donrey, then the Review-Journal and Donrey shall have the unilateral right to withdraw the application and dismiss any further hearing or proceedings concerning the application.

Each party shall pay its own costs and professional fees in connection with the formulation and drafting of this Agraement and the preparation and filing of the application to the Department of Justice. From and after the filing of such application all costs and professional fees shall be borne equally by the parties with each party having reasonable approval of costs and fees to be incurred.

1.2 Duration. Subject to the termination provisions set forth in Article 9, this Agreement shall continue for an initial period ending at the close of business on the universal of the Effective Date. The Agreement shall automatically renew for succeeding renewal periods of ten (10) years each unless either party shall notify the other in writing at least two (2) years prior to the end of the initial period that it elects to terminate the Agreement at the end of said fiftieth (50th) year, or unless either party shall notify the other in writing at least two (2) years prior to the end of the renewal period that it elects to terminate two (2) years prior to the end of the renewal period that it

period. The phrase "term of this Agreement" as used hereafter shall mean the initial period and any renewal period or periods.

#### ARTICLE 2

#### AGENCY

Donrey of Nevada, Inc. now owns and operates the ReviewJournal, together with other unrelated business operations in
the State of Nevada. In order to facilitate management,
administration, record keeping and tax administration under
this Agraement, Donrey, as of the effective date of this Agreement,
shall have established a separate Nevada business corporation
which shall own or lease all assets related to the operation of
the Las Vegas Review-Journal. Donrey shall cause such corporate
entity to assume and agree to perform all duties and obligations
of the Review-Journal under the terms of this Agreement.

#### ARTICLE 3

TRANSFER OF CONTRACTS AND SALE
OF SUPPLIES, INVENTORY AND EQUIPMENT
BY SUN TO REVIEW-JOURNAL

- 3.1 Transfer to and Assumption by Review-Journal of
  Certain Contracts. To enable Review-Journal to perform its
  functions hereunder on behalf of Sun, Sun shall (as of the
  Effective Date) transfer certain assets and assign certain
  contracts to Review-Journal subject to the procedures and conditions
  hereinafter specified in this Section 3.1.
- 3.1.1 <u>Delivery of Contracts and Data to Review-Journal</u>.

  Upon consent of the Attorney General as specified in Section 1.1,

  Sun shall furnish to the Review-Journal:

- 3.1.1.1 <u>Circulation Contracts</u>. All subscription, bulk sales, circulation, dealer and sub-dealer, and delivery agent lists and contracts related to the Sun in the possession or control of Sun, and all books and statements of account, records and other information relating to or concerning routes, daily draws by editions, distribution, delivery, sales returns, or prepaid subscriptions of the Sun in any territory, but not including the Sun's general books of account.
- J.1.1.2 Contracts for Supplies. All contracts and other available information as may be reasonably necessary to form business judgments respecting such contracts, then held by Sun for the purchase of newsprint, film, ink and supplies for the Sun's mechanical departments, and all other similar contracts (other than those relating to the Sun's news and editorial departments) which would be helpful or beneficial to the Review-Journal in fulfilling its obligations hereunder.
- 2.1.1.3 Advertising Contracts. A list of all contracts then outstanding for publication of advertising in the Sun, which list shall indicate in each case the date of the contract, the name and address of the advertiser, the amount of space used up to that time, the amount unpaid and owing the Sun for advertising run to that time, the amount prepaid as of the Effective Date, the frequency of insertions, the rate, the expiration date, and any special conditions, records, requirements or publication orders with the date thereof, and any special instructions, agreements or commitments made by the Sun with

the advertiser with respect thereto, and all insertion orders for advertising subsequent to the Effective Date. Sun shall make available to the Review-Journal at the Review-Journal's request copies of any or all such contracts.

3.1.2 Analysis of Contracts and Assumption by Review-Journal. As soon as possible after such information and documents shall have been furnished to the Review-Journal, and in any event prior to the Effective Date, Review-Journal shall designate in writing to Sun those contracts that Sun shall assign to Review-Journal and which Review-Journal shall assume as of the Effective Date (excluding all portions which Sun had a duty to perform prior to the Effective Date); provided, that with respect to advertising contracts Review-Journal shall have no obligation to assume any advertising contract that is on a trade-out basis, and Review-Journal agrees that it will not refuse the assumption of any advertising contract solely on the basis of the contract rate. However, for advertising contracts containing rates which Review-Journal determines to be unreasonab low, Review-Journal shall have the right to charge to Sun the difference between the contract rate and a rate determined by Review-Journal to be reasonable, effective ninety (90) days after the date of assumption and continuing for the balance of such contracts. Subject to the foregoing, Review-Journal shall use its best efforts to maximize its designation of such contracts

to be assigned to and assumed by Review-Journal. Review-Journa pre-assumption analysis of such contracts and information may include consultation with the contracting parties, and Sun agrees to assist Review-Journal in that process. Sun shall remit to Review-Journal (a) all dealers', vendors' and carriers' cash deposits (to the extent that the same shall not be due and . owing to such depositors on the Effective Date) and (b) all sums in respect of prepaid subscriptions and prepaid advertising received by Sun but not earned prior to the Effective Date. As to any assigned and assumed advertising contracts, Review-Journal shall have the right to make adjustments, such as rebates or short ratings of any of same so long as this shall not alter indebtedness due Sun prior to the Effective Date without Sun's approval. All such contracts to be assumed by Review-Journal shall be assigned to Review-Journal by Sun as of the Effective Date, and such contracts shall be assumed by Review-Journal as of that date and thereafter shall be performed by Review-Journal. and Sun shall be relieved from any and all performance obligations under such contracts accruing after the Effective Date.

3.2 <u>Newsprint</u>. Review-Journal shall procure, as of the Effective Date and thereafter, a supply of newsprint adequate to produce the Newspapers as defined in Section 5.1 below;

provided, that Review-Journal shall have the purchase and assumption obligations specified in Section 3.3 as to Sun newsprint.

2.3 Sale of Supplies. Inventory and Equipment. As of the Effective Date, Review-Journal agrees to purchase Sun's inventory of newsprint and supplies common to or usable in the operations of both newspapers (i.e., newsracks, production film, rubber bands, plastic bags, etc.). Upon the consent of the Attorney General as specified in Section 1.1, Sun shall deliver to Review-Journal a schedule identifying all supplies, inventory (on hand or in transit) and equipment owned or leased by Sun and used or available to be used in the production and distribution of the Sun. On or before the Effective Date, Review-Journal shall designate in writing which of the scheduled items of supplies, inventory and equipment it wishes to purchase or sublease, as the case may be.

As to such of the equipment as is owned by Sun, which Review-Journal determines to purchase, Sun shall be obligated to sell and deliver same and Review-Journal shall be obligated to buy at a purchase price equal to the purchase cost of such equipment or its then market value, whichever is lower.

As to such of the supplies and inventory which Review-Journal is obligated to purchase or designates for purchase by it, Sun shall be obligated to sell and deliver same and Review-Journal shall be obligated to buy at a purchase price equal to the cost of same to Sun, or its then market value, whichever is lower.

Any newspaper production equipment of the Sun which is not purchased by the Review-Journal may be sold by the Sun to a third party, provided that the sale of any such equipment to any party within the State of Nevada shall require Donrey's prior approval.

#### ARTICLE 4

#### NEWS AND EDITORIAL COPY. FEATURES AND SERVICES

- 4.1 Maintenance of News and Editorial Staff: Feature

  Materials. Review-Journal and Sun each shall maintain a staff
  of news and editorial employees, and shall license such feature
  materials (including, but not limited to, news and editorial
  services supplied by third parties), adequate to provide its
  respective newspaper with all of the news and editorial copy
  and related services deemed necessary by each of them as to its
  respective newspaper.
- 4-2 News and Editorial Allocations. The Review-Journal and the Sun shall establish, in accordance with the provisions of Appendix A attached hereto and made a part hereof by reference, the amounts to be allocated to Agency Expense, as hereinafter defined, for each for news and editorial expenses.
- 4.3 Furnishing News and Editorial Copy and Services. In furnishing features, news and editorial copy, and like materials to Review-Journal for publication in the Sun or the Sun portion of jointly published newspapers as provided in Section 4.4, and in providing layout for such material, Sun shall provide all such-material in-a-form appropriate-for-the production of its

newspaper or its portion of jointly published newspapers hereunder, in conformity with the mechanical standards, deadlines and production requirements which prevail in the Review-Journal plant from time to time, including page sizes, column widths, and cut-offs established by Review-Journal, upon reasonable notice to Sun. Sun shall acquire and maintain at its expense such newsroom equipment (including, but not limited to, typewriters, video terminals and news editing systems) as may be required as of the Effective Date to interface with Review-Journal production facilities. Any-changes of additions thereafter required in such-equipment shall be covered by Appendix 8 hereto. Newshole limitations and other matters for separate and jointly published newspapers are set forth in Appendix A hereto.

Published Newspapers. Sun shall furnish editorial copy, features and comics to permit the Review-Journal to include them within jointly published newspapers, which shall be Sundays, Saturdays, holidays, other special editions and total market coverage editions. The Sun portion of jointly published newspapers shall be in accordance with Appendix A hereto. All components of jointly published newspapers shall bear the Review-Journal's headdress, typeface and style. The front page logo of all jointly published newspapers shall read "Las Vegas REVIEW-JOURNAL and SUN," and all folios shall similarly refer to both papers, except for editorial and other pages described in Appendix A as being for the use of only one newspaper, which

pages shall bear only the name of such newspaper. The ReviewJournal shall provide all of the news content of jointly published
newspapers, except for stories and features included on those
pages described in Appendix A as being only for the use of the
Sun. The Review-Journal reserves the right to print conspicuous
notices in jointly published newspapers to the effect that the
news content of the non-Sun portion of the newspaper, including
locally produced supplements, is produced by Review-Journal
personnel.

4.5 Showbiz Magazine. Showbiz Magazine, which is owned or controlled by Sun, is carried as an insert by the Sun and distributed to hotels in Las Vegas. As of the Effective Date, Showbiz Magazine shall be a department or division of the Sun and subject to the terms of this Agreement. If the Review-Journal determines that it no longer desires Showbiz Magazine to be governed by the terms of this Agreement and/or no longer desires to carry Showbiz Magazine as an insert in the jointly published Sunday newspaper, Review-Journal shall give sixty (60) days prior written notice to Sun, and Sun shall have the right to transfer Showbiz Magazine out of Sun, or continue publication and distribution of Showbiz Magazine, and in either case, outside the terms of this Agreement. In this event, Review-Journal agrees to perform, at the request of Sun, composition, production and printing services at reasonable costs and further agrees not to engage in the production of an entertainment magazine for distribution to Las Vegas hotels for a period of two (2) years.

#### ARTICLE 5

#### CONTINUING PUBLICATION AND NEWS AND EDITORIAL AUTONOMY

5.1 Production and Promotion of the Newspapers. Subject to the terms of this Agreement, and as of the Effective Date, sun shall be a daily afternoon newspaper and Review-Journal shall be a daily morning newspaper and on Saturday, Sunday, holidays, and other special editions the newspapers shall be jointly published as provided in Section 4.4. So long as Sun furnishes news and editorial copy, features and services to Review-Journal in accordance with Article 4 of this Agreement, Review-Journal agrees to produce the Sun daily as an afternoon newspaper as provided herein, to include the Sun copy and features in jointly published newspapers as specified in Article 4 above, and to sell all advertising for, promote and circulate such newspapers as provided herein. Review-Journal agrees that the afternoon Sun and the Sun portion of jointly published newspapers shall contain no editorial content other than that furnished by Sun. Also subject to the terms of this Agreement, Review-Journal further agrees to publish and produce for the term of this Agreement the Las Vegas Review-Journal daily as a morning newspaper and to produce jointly published newspapers as provided herein. The daily Sun and the Sun portion of jointly published newspapers, and the daily Review-Journal and the balance of the jointly published newspapers are hereinbefore and hereinafter referred to as the "Newspapers".

Review-Journal shall print the Newspapers on equipment owned or leased by the Review-Journal in the Review-Journal plant or plants located at such place or places as Review-Journal may determine, and all operations under this Agreement, except the operation of the Sun's news and editorial department, shall be carried on and performed by the Review-Journal with Review-Journal employees and equipment and in the Review-Journal's said plant or plants or by independent contractors selected by the Review-Journal.

The Review-Journal shall control, supervise, manage and perform all operations involved in managing and operating under this Agreement, including printing, selling and distributing the Newspapers, shall determine page sizes, number of columns per page, cut-offs, page makeup of non-news and non-editorial content (subject to the newshole formula set forth in Appendix A), and all other mechanical and technical functions of the Newspapers, shall purchase newsprint, materials and supplies as required (subject to Sun's obligations under Section 3.2), shall determine the rates for, solicit and sell all advertising space in the Newspapers, shall determine circulation rates, collect the Newspapers' circulation and advertising accounts receivable which come into existence after the Effective Date, and shall make all determinations and decisions and do any and all acts and things related to the foragoing activities, provided:

- 5.1.1 Format. Review-Journal shall not change the format of the Sun to any size or format different from that of the Review-Journal without approval of Sun.
  - 5.1.2 <u>Editions</u>. The number of Sun editions shall not be changed without approval of Sun.
  - 5.1.3 Best Efforts. Review-Journal agrees that it will use its best efforts, using the same degree of diligence, to sell advertising space in the Sun and the Review-Journal and to promote and circulate the Sun and the Review-Journal.
  - 5.1.4 Promotional Activities. Review-Journal shall . establish for each fiscal year a budget for promotional activities which shall be allocated between the Review-Journal and the Sun in accordance with the provisions of Appendix A, attached hereto and made a part hereof by reference. Promotional activities may include radio and television, outdoor advertising, in-paper or house advertisements, and other advertising media. All expenses of such promotional activities shall be Agency Expense, up to the amount of the promotional budget allocation. If either the Review-Journal or the Sun determines that it wishes to incur expenses in excess of those in the promotional budget. such expenses shall not be included in Agency Expense. Direct circulation sales expenses, including such items as carrier premiums and expenses of order generation shall not be included in the promotional budget and shall be allocated by Review-Journal between the newspapers so as to maximize the maintenance and enhancement of the circulation of the newspapers to the

extent economically feasible. The newsroom of each newspaper shall determine the nature, extent and timing of its promotional activities and shall supply basic information therefor. Review-Journal promotion management shall be responsible for all final promotional copy preparation and placements.

- 5.1.5 Rates. Review-Journal shall not increase the single copy or subscription prices of the daily edition of the Sun to an amount higher than the comparable rates for the Review-Journal. Review-Journal shall not change the rates for advertising to be run solely in the Sun in relation to the rates charged for comparable advertising to be run solely in the Review-Journal, unless such change is justified by the then-relative circulation of the Sun and the Review-Journal and other factors considered relevant in the industry.
- 5.1.6 <u>Meetings of JCA Participants</u>. Periodically, not less than four times per year, Donray senior management shall meet with Sun senior management to discuss operations under this Agreement and future plans and opportunities.
- 5.1.7 Advertising Acceptability. Sun may reject any advertising or types of advertising for the Sun which is in the opinion of Sun undesirable or inappropriate for publication therein, and shall notify Review-Journal in writing of any specific advertising or types of advertising that Sun deems undesirable for publication. Review-Journal shall accept all advertising for the Sun other than the advertising indicated on

Sun's written notice, subject to all laws affecting the acceptability of advertising.

- 5.1.8 <u>Sun Distribution</u>. To the extent economically feasible, Review-Journal shall use its best efforts to substantiall maintain the historical area and extent of distribution of the Sun.
- 5.2 News and Editorial Autonomy. Preservation of the news and editorial independence and autonomy of both the Review-Journal and the Sun is of the essence of this Agreement. Sun shall have exclusive and complete control, authority and direction over the news and editorial content, features and services to be furnished by Sun to Review-Journal to be included in its newspaper and in its portion of the jointly published newspapers. including without limitation the right of selection of all its news and editorial employees, and the exclusive right to hire and discharge such employees. Review-Journal shall have exclusive and complete control, authority and direction over the news and editorial content, features and services in its newspapers and in its portion of the jointly published newspapers, including without limitation the right of selection of all its news and editorial employees, and the exclusive right to hire and discharge such employees. The Review-Journal and Sun each hereby agrees to preserve high standards of newspaper quality throughout the term of this Agreement. All news and editorial expense of the Sun or the Review-Journal in excess of the amounts set forth in Appendix A shall be borne by the respective newspaper.

- 5.3 Performance and Cooperation. Sun and Review-Journal agree to take all corporate action necessary to carry out and effectuate the intent, purposes and provisions of this Agreement, and to cooperate with the other party in every reasonable way that will promote successful and lawful operation under this Agreement for both parties.
- 5.4 <u>Sun Office Space</u>. The Sun shall have the option to provide its own offices for its news and editorial department and senior management, or to occupy office space, to be provided by the Review-Journal, adjacent to the Review-Journal's newspaper building.

#### ARTICLE 6

#### FAYHENT OF EXPENSES, DISTRIBUTION OF REVENUES, AND OTHER FINANCIAL PROVISIONS

- 6.1 Expenses and Revenues. Review-Journal shall pay and record all Agency Expense, as defined in Appendix 8 hereto, and collect and record all Agency Revenues as defined in Appendix c hereto, and shall pay to Sun, monthly, a sum for Sun news and editorial expense as provided in Appendix A hereto.
- 6.2 Accounting Records. Accounting records of Agency
  Revenues and Agency Expense shall be maintained by Review—
  Journal. Accounting records of news and editorial expense
  shall be separately maintained by the Review—Journal and the
  Sun for their respective newspapers. All such records shall be
  kept on a fiscal year basis in reasonable detail and in accordance
  with generally accepted accounting principles. Financial
  statements to be provided under Section 6.3 shall be prepared

in accordance with generally accepted accounting principles and the applicable provisions of this Agreement.

- 6.3 Financial Statements. Within ninety (90) days following the close of each fiscal year, Review-Journal shall furnish to sun financial statements in respect of such year which summarize Agency Revenues and Agency Expense hereunder. Within thirty (10) days after the end of each month, except the last month of the fiscal year, Review-Journal shall furnish to Sun a monthly financial statement summarizing Agency Revenues and Agency Expense. All Agency financial statements furnished by Review-Journal shall be certified by a financial officer of Review-Journal.
- 6.4 <u>Distributions</u>. Payments of Sun's share of operating profit, pursuant to Appendix D, shall be made with each financial statement to be furnished to Sun under the provisions of Section 6.3 above.

#### ARTICLE 7

#### TRANSITIONAL MATTERS

7.1 Collection of Sun Receivables. After the Effective Date, Review-Journal shall use its best efforts (without any obligation to institute legal proceedings) to collect Sun advertising and circulation accounts receivable which are outstanding on the Effective Date and shall remit same to Sun on a monthly basis, less the Agency's reasonable collection costs specifically incurred in connection therewith. Such collections and collection costs recovered by Review-Journal shall not be Agency Revenues or Agency Expense. Any such

advertising accounts which have not been collected by ReviewJournal within sixty (60) days after the Effective Date shall
be returned to Sun. Collections from particular subscribers
shall first be applied to circulation accounts receivable
unless otherwise agreed by Sun. As to any Sun advertising or
circulation contracts assumed by Review-Journal under Section 3.1
above, Review-Journal will remit to Sun the portion of the
receipts thereunder reflecting advertising run or circulation
delivered by Sun prior to the Effective Date but not payable
until on or after that date, and such portion shall not be
Agency Revenues.

- 7.2 Termination Obligations. Sun shall be solely responsible for all notices, severance allowances, accrued benefits, or other related payments or obligations which may become due or payable to any terminated employee or agent of Sun.
- 7.3 <u>Sun Personnel</u>. Review-Journal shall be under no obligation to employ any terminated Sun employee.

#### ARTICLE 8

#### NONLIABILITY PROVISIONS

8.1 Defense of Claims and Indemnification. Any claim, demand, suit, action, obligation or other liability asserted against or sustained by Review-Journal and Sun, or either of them, in respect of any third party ("Claims") shall be dealt with as provided in this Article 8. For all purposes of this Article 8, the term "cost or expense" shall include reasonable attorneys' fees.

- 8.1.1 Claims Related to the Joint Operation. Review-Journal shall defend and shall control the defense or settlement of any third party Claims related to the joint operations or to its performance or non-performance under this Agreement (including but not limited to Claims arising from any advertising published in, or excluded from, any of the Newspapers -- except as provided in Section 8.1.2 -- and Claims in respect of feature, news and editorial content furnished by Sun hereunder arising as a result of any act or omission on the part of Review-Journal other than republication in the form furnished by Sun), devoting reasonable efforts to minimizing any resulting liability and related cost or expense. Any such liability, and the cost or expense related thereto, shall be an Agency Expense, except to the extent any such Claim shall be covered by insurance. Review-Journal shall give written notice to Sun of any material Claims arising under this Section 8.1.1.
- 8.1.2 Other Claims. Except as specifically provided in Section 8.1.1. or elsewhere in this Agreement, neither party hereto shall be charged with or held responsible for any third party Claims (except to the extent certain Sun contracts shall be assumed by Review-Journal under Article 3), arising before or after the Effective Date by reason of any act or omission on the part of the other party, and the responsible party shall indemnify and hold the other party harmless therefrom, including all related cost or expense. The responsible party shall defend, settle, pay or discharge any such Claim and shall indemnify and hold harmless

the other party against any such Claim, and from any liability, cost or expense arising therefrom. By way of example under this section 8.1.2 and without limitation, the entire cost or expense of defending, settling or paying and discharging Claims relating to any feature, news or editorial copy published in, or excluded from the daily Review-Journal or the Review-Journal portion of the jointly published newspaper, or arising by reason of anything done or omitted by the news and editorial department of the Review-Journal in regard to its daily newspaper or the Review-Journal portion of the jointly published newspaper, or arising by reason of any advertising rejected by the Review-Journal or accepted by the Review-Journal in situations where such advertising would be rejected pursuant to Sun guidelines, shall be borne by the Review-Journal, and any such liability, cost or expense on account of Claims relating to any feature, news or editorial copy published in, or excluded by Sun from the daily Sun or the Sun portion of any jointly published newspaper, or arising by reason of anything done or omitted by the news and editorial department of the Sun, or arising by reason of any advertising rejected by the Review-Journal pursuant to Sun guidelines, or accepted in situations where such advertising would be rejected pursuant to Review-Journal guidelines, shall be borne by Sun. unless such Claims shall be an Agency Expense by reason of the operation of Section 8.1.1.

8.1.3 <u>Insurance</u>. For the purposes of this Article 8, each party shall separately maintain and pay for, as an item of

news and editorial expense, insurance to the extent reasonably available protecting against losses from libel, invasion of privacy, copyright or trademark infringement and other matters related to the gathering or preparation of news and editorial matter for publication, in such amounts as the parties may agree upon from time to time, but in no event less than Ten Million pollars (\$10,000,000), and the other party shall be named as an additional insured.

8.2 Force Maleure. Neither party shall be liable to the other for any failure or delay in performance under this Agreement, occasioned by war, riot, government action, act of God or public enemy, damage to or destruction of facilities, strike, labor dispute, failure of suppliers or workers, inability to obtain adequate newsprint or supplies, or any other cause substantially beyond the control of the party required to perform, provided that in the event partial performance under this Agreement is feasible, notwithstanding the occurrence of one or more of the foregoing, performance shall be allocated between the newspapers by the Review-Journal, in its sole judgment, and if it is feasible to publish only one newspaper product, Review-Journal shall exercise its best efforts to produce a jointly published newspaper in which the Sun portion shall be determined by Review-Journal, notwithstanding the provisions of Appendix A hereto, provided, that the Sun portion shall not be less than two (2) pages.

#### ARTICLE 9

#### TERMINATION

- 9.1 Events of Termination. This Agreement shall continue in full force and effect unless and until it may be terminated by the occurrence of one of the following events of termination:
- 9.1.1 <u>Voluntary Termination</u>. Voluntary termination under the provisions of Section 1.1.
- 9.1.2 Bankruptcy or Default. If either party hereto makes an assignment of its assets for the benefit of creditors. is adjudged a bankrupt or has a receiver appointed for its business by a court of competent jurisdiction (provided, that such adjudication shall continue unstayed on appeal or otherwise in effect for a period of minety (90) days after the entry of . the decree related thereto before such adjudication becomes an event of termination, and further provided that the appointment of the receiver must continue unvacated, not set aside, not stayed or otherwise in effect for a period of ninety (90) days after such appointment before such appointment becomes an event of termination), or if either party defaults in the performance of any of its material obligations hereunder and does not cure such default within sixty (60) days after receiving written notice thereof from the other party, then such other party may, at its election, and in addition to all other ramedies available to it at law or in equity, terminate this Agreement upon thirty (35) days' written notice by the Sun and sufficient notice by the Review-Journal to enable the Sun to arrange for the separate

production of the Sun, but not to exceed six (6) months; provided, that in the event of default, the other party shall have the additional option to cure such default and, on demand, be reimbursed by the defaulting party for all costs and expenses related thereto.

- 9.1.3 Change of Controlling Interest. In view of the nature of the relationship established by this Agreement and the fact that the Sun is published under the direction and control of Herman M. Greenspun and Brian L. Greenspun, the maview-Journal shall not be required to carry out the terms of this Agreement or be associated with another party to which it objects. Accordingly, ownership or control of the Sun shall not be transferred to any other entity or person without notice to and prior approval by the Review-Journal, provided that the Review-Journal will not object to any transfer of the ownership or control of Sun to any entity under the immediate direction and control of Herman M. Greenspun, or Brian L. Greenspun, or any other lineal descendant of Herman M. Greenspun. If, following an approved or permitted change of control of Sun, a subsequent change of control occurs, notice as hereinabove shall be given and the Review-Journal may exercise the rights provided herein.
- 9.1.4 Loss Operation. If there are any two (2) consecutive years in which the Agency does not have an operating profit (Agency Expenses in excess of Agency Revenues), despite the Review-Journal's good faith efforts to produce an operating.

profit, the Review-Journal may terminate this Agreement upon ninety (90) days written notice.

9.2 Mechanics of Termination. Upon termination of this Agreement, Review-Journal shall take appropriate action to transfer to Sun: (a) all then current circulation contracts, agreements or lists concerning bulk sales, subscriptions, dealers and sub-dealers, distributions, deliveries, sales returns and prepaid subscriptions of the Sun's daily newspaper, and of all jointly published newspapers, plus all pertinent portions of them current records and data pertaining thereto, and all sums received by Review-Journal in respect of prepaid subscriptions and cash deposits relating to daily Sun circulation. and a pro rata portion of all sums received by Review-Journal in respect of such subscriptions and deposits relating to the jointly published newspaper circulation, and (b) all then current advertising contracts and all partinent portions of then current records and data relating to advertising to be published in the Sun and in all jointly published newspapers. Review-Journal shall further provide Sun with the originals and all copies of all contracts relating solely to circulation and advertising of the daily Sun, and copies of all other contracts referred to in the immediately preceding sentence.

#### ARTICLE 10

#### MISCELLANEOUS

10.1 <u>Notices</u>. Each notice or other communication given pursuant to this Agreement shall be given in writing, delivered

in person or mailed by registered or certified mail, addressed to the respective parties as follows:

Review-Journal:

Donrey, Inc.

P. O. Box 410

Las Vegas, NV 89125 Attention: Fred W. Smith

sun:

Las Vegas Sun, Inc. P. O. Box 4279 Las Vegas, NV 89127

Attention: Brian L. Greenspun

or, in the case of either party hereto, at such other address or marked for the attention of such other person, as such party may set forth in a written notice to the other party.

- 10.2 <u>Disclaimer of Labor Related Obligations</u>. The parties specifically agree that neither party hereby assumes any obligations of the other party related to its employment practices or to any of its employees, whether or not arising under any collective bargaining agreements or arising prior to, on or subsequent to the Effective Date.
- have the right to authorize its independent certified public accountants or any of its corporate officers to inspect the books and records of the other party hereto at reasonable times and intervals in regard to the financial statements specified in Article 6, but only as to the three (3) years praceding the exercise of the right of inspection, commencing with the year immediately preceding the year in which the right is exercised. The expenses of any such inspection shall be borne by the party

causing such inspection to be made and shall not be included in Agency Expenses.

- 10.4 Limited Effect. Nothing herein contained shall constitute the parties hereto partners, joint venturers, successors, alter egos, joint employers, an unincorporated association, or as having any relationship other than as specifically provided by this Agreement. This Agreement is intended solely for the benefit of the parties hereto, and their permitted successors and assigns and not for the benefit of any other person or party. This Agreement, including Appendices A through B hereto, and contracts and agreements supplemental hereto, comprises the entire understanding and agreement of the parties hereto on the subject matter herein contained and any and all other representations or agreements, which heretofore may have been made on such subject matter, whether oral or in writing, by any agent of either party shall be null, void and of no effect whatsoever. Time is of the essence of this Agreement.
- shall assign or cause to be assigned to Donrey the right to receive ten percent (10%) of all dividends or distributions of any kind paid or made by Community Cable TV ("CCTV"), a Nevada corporation which owns and operates a cable television system serving Las Vegas and surrounding communities and certain unincorporated areas of Clark County, Nevada, to any of its shareholders, including any payments in excess of current salaries or current percentages of income as management or

consultant fees paid by CCTV to any of its shareholders. With respect to payments to be made to Donrey hereunder, Sun shall cause CCTV to make such payments, or make such payments directly to Donrey. As soon as permitted under the terms of certain shareholder and financing agreements, CCTV shall issue to Donrey ten percent (10%) of the total issued and outstanding common stock of CCTV, which shall be issued as fully paid and nonassessable. In addition, at such time as Sun or its affiliates have purchased all of the issued and outstanding common stock of CCTV owned by third parties, Donray shall have the right to purchase an additional thirty-five percent (35%) of the issued and outstanding common stock of CCTV on the same terms and conditions, including price, as those on which Sun or its affiliates acquired such stock, which shall be issued as fully paid and nonassessable. In the event of the sale by Sun or its affiliates of any interest in CCTV prior to Donrey's acquisition of stock, Donrey shall be entitled to receive ten percent (10%) of the net sale proceeds, and Donrey's right to receive its ten percent (10%) stock interest shall be ratably reduced. Donrey's rights with respect to CCTV as herein provided shall survive the expiration or termination of this Agreement, provided, in the event the Review-Journal and Donrey withdraw from the application to the Department of Justice, pursuant to Section 1.1 of this Agreement, or if the Review-Journal terminates this Agreement pursuant to Section 9.1.4. within the first three (3) years of the term of this Agreement, Donrey's rights with

respect to CCTV shall terminate, and in the event Donray has received any payments, issuances, or transfers of or with respect to CCTV stock pursuant hereto prior to Donrey's withdrawal from the application to the Department of Justice or the Review-Journal's termination of this Agreement as herein provided, such payments, issuances or transfers of or with respect to CCTV stock shall be refunded or rescinded.

10.6 Sun Trademark, Tradenames, Service Marks and Copyrights. In its use of such Sun trademarks, tradenames, service marks and copyrights as may be required to perform its obligations under this Agreement, Review-Journal shall use its best efforts to comply substantially with all relevant laws of the State of Nevada and of the United States pertaining to trademarks, tradenames, service marks and copyrights in force at any time during the term of this Agreement. Sun shall use its best efforts to maintain in effect said trademarks, tradenames. service marks and copyrights, and shall make applications for the registration and/or renewal thereof if and when required by law. Review-Journal acknowledges Sun's right, title and interest in and to said trademarks, tradenames, service marks and copyrights and all renewals thereof, and agrees that it shall not at any time permit, take, or cause to be taken any action within its control in any way impairing or tending to impair any part of such right, title and interest. Review-Journal agrees to publish such notices in the Sun and the jointly published newspapers as Sun reasonably may request in order to protect

said trademarks, tradenames, service marks and copyrights, or any of them. Review-Journal shall not in any manner represent that it has any ownership interest in said trademarks, tradename. service marks or copyrights or in the registration thereof, and Review-Journal acknowledges that its use hereunder of said trademarks, tradenames, service marks or copyrights shall not create in its favor any right, title or interest in or to same beyond those created by this Agreement.

- 10.7 Tax Treatment of Payments to Sun. It is contemplated by the parties that the payments to Sun under Section 6.4 of this Agreement will be, for federal income tax purposes, ordinary income to Sun and will be deductible by Review-Journal as a business expense.
- of maintaining editorially and reportorially independent and competitive newspapers in Las Vegas and its environs, and because of the inadequacy of damages in the event of default in the performance of material obligations hereunder, each party shall have the right to seek specific performance of the material provisions of this Agreement, provided, that in the event of any action by Sun for specific performance against Review—Journal, if Sun does not obtain an order of specific performance, Review—Journal shall be entitled to recover in such action its attorneys' fees and costs.

- 10.9 Successors and Assignment. This Agreement shall binding upon and shall inura to the benefit of each of the parties hereto and their permitted successors and assigns,
- 10.10 Governing Law: Modification. This Agreement shall be construed and enforced in accordance with the laws of the State of Hevada. This Agreement may not be changed orally, but only by an agreement in writing and signed by the party against whom enforcement of any waiver, modification or discharge shall be sought.
- 10.11 Headings. Headings have been inserted in this Agreement for the purpose of convenience only. They shall not be used to interpret or construe the meaning of any Articles or Sections, nor shall they have the effect of limiting or enlarging the meaning thereof.

IN WITNESS WHEREOF, this Agreement has been executed by the parties' respective corporate officers thereto duly authorized as of the day and year first above written.

DONREY, INC.

Fred W. Smith President

LAS VEGAS SUN, INC

President

#### APPENDIX A

- A.1. Pursuant to Section 4.2 of this Agreement, for each fiscal year after the Effective Date Review-Journal shall establish an allocation for Review-Journal news and editorial expenses, and the allocation for, news and editorial expenses for the Sun shall be equal to sixty-five percent (65%) of the Review-Journal allocation, subject to a minimum of Two Million Two Hundred Fifty Thousand Dollars (\$2,250,000) per fiscal year. which shall be increased each year by a percentage equal to the percentage increase in the CPI for the Las Vegas metro area. such allocations shall be prorated for any period less than a full fiscal year. The aggregate allocations for news and editorial expenses shall constitute Agency Expense. On the first day of each month following the Effective Date, Review Journal shall pay to Sun an amount equal to one-twelfth (1/12th) of the Sun's annual allocation for news and editorial expenses as herein provided.
- A.2. Pursuant to Sections 4.3 and 4.4 of this Agreement, the reading content of the newspapers shall be in accordance with the following formulas:
  - (a) For Monday through Friday editions, the number of pages of the Sun and the number of pages of the Review-Journal shall be determined by the ratio of the number of inches of advertising to be printed in each newspaper and the size of the newshole in each newspaper shall be determined by the same ratio, provided that in no event

shall the average newshole of the Sun in any month be less than eighty-five percent (85%) of the newshole of the Review-Journal in such month.

- (b) For the jointly published Sunday edition, Sun shall be entitled to a separate section of three (3) open pages (one cover page, one editorial page and one op. ed. page), plus four hundred fifty (450) column inches, provided, that the Review-Journal may add additional pages to the Sun section comprised of news and advertising, as may be required by composition or printing requirements. The Review-Journal shall attempt to place the Sun section within the first four (4) sections of the Sunday edition. The Review Journal shall determine the number of pages for a comic section for jointly published Sunday editions which shall consist of strips and features selected equally by the Review-Journal and the Sun.
- (c) For jointly published Saturday and holiday editions, the Sun shall be entitled to one editorial or op. ed. page and one comic page.
- A.3. Pursuant to Section 5.1.4 of this Agreement, the Review-Journal shall establish for each fiscal year after the Effective Date a budget for promotional activities of the Review-Journal and the Sun and at least forty percent (40%) of each total budget shall be allocated to the Sun.
- A.4. Edition times for Monday through Friday issues of the Review-Journal and the Sun and for jointly published Sunday,

Saturday and holiday editions shall be established by the Review-Journal in accordance with normal industry standards.

A.5. If the Review-Journal determines that it is feasible to publish an "extra" edition, such edition shall be a jointly published edition, but the content of any "extra" edition shall be determined solely by the Review-Journal.

#### APPENDIX B

B.1. Except as otherwise expressly provided for in this Agreement, the term "Agency Expense" shall mean and include all costs and expenses of the performance of the Review-Journal's obligations under this Agreement, including but not limited to:

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- B.1.2. Costs and expenses incurred by ReviewJournal, with respect to the newspapers, supplements
  and Showbiz Magazine, for composition, printing, and
  distributing; news content of Showbiz Magazine;
  solicitation and sale of advertising; circulation
  sales expenses; collection of circulation and advertising
  accounts receivable, including a reasonable allowance
  for doubtful receivables and write-offs of receivables
  deemed uncollectible.
- B.1.3. Compensation of Review-Journal's nonnews and non-editorial employees, including, without
  limitation, salaries, commissions, payroll taxes, the
  cost of group insurance, retirement benefits, workers'
  compensation coverage, and other benefits for such
  employees as may be customary in the newspaper industry
  from time to time.
- B.1.4. Accrued vacation or severance pay for Review-Journal's non-news and non-editorial employees.

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- B.1.5. Costs for supplies, postage, private couriers, freight, Sunday comics and supplements, film, photo paper and chemicals, ink, newsprint, plates, cuts and mats and contract trucking, and similar costs for all Review-Journal newspaper departments, other than news and reditorial?
- B.1.6. Expenses for travel, auto allowances, mileage reimbursement, employee relations, recruiting, and attendance at seminars and conventions for Review-Journal's non-news and non-editorial employees.
- B.1.7. Sales and use taxes on equipment and personal property purchased for use by Review-Journal or otherwise applied to Agency operations under this Agreement to the extent that such taxes are not capitalized for purposes of depreciation or amortization.
- B.1.8. Taxes, license or permit fees paid by Review-Journal with respect to or resulting from the conduct of business under this Agreement or with respect to property used by Review-Journal in the operations under this Agreement, exceptVfederal, exteror-local staxes, Fiffany, measured, by metalincomes
- B.1.9. The cost of membership for Review-Journal and Sun and their non-news and non-editorial employees in the Better Business Bureau, Las Vegas Chamber of Commerce, and other business-oriented

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memberships which shall be determined by Review-Journal to be in the best interests of the Agency.

8.1.10. The cost of Review-Journal and Sun membership in the Newspaper Advertising Bureau, American Newspaper Publishers Association, and other similar newspaper organizations.

B.1.11. The cost of public liability insurance. insurance against interruption or suspension of publication of the newspapers, carrier insurance, and libel, invasion of privacy and related insurance covering advertising printed in the newspapers. Insurance costs relating to the news or editorial activities of the Review-Journal or the Sunshall not be considered Agency Expense and such costs shall be borne separately by the parties; provided, that each party shall attempt to add the other as an additional named insured under such insurance, but Review-Journal may procure libel, invasion of privacy and related insurance to cover any otherwise inadequately insured exposure it may have as a republisher of Sun news, editorial or advertising copy, and the cost of such additional insurance shall be an Agency Expense.

B.1.12. The cost of fire and casualty insurance on buildings, equipment, and other property utilized by Review-Journal in the performance of the Agreement.

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B.1.13. The cost of all utilities related to the Review-Journal's performance of the Agreement.

B.1.14. Costs and expenses incurred in connection with hazardous waste materials.

Journal in obtaining legal and other professional services which it deems necessary in performing its obligations under this Agreement, including but not limited to the costs and fees related to any defense against third party claims, charges, complaints and related matters asserted against the Review-Journal related to the Agreement or Review-Journal's performance of the Agreement; provided, that such costs and fees related to news and editorial liabilities as defined in Section 8.1.2 shall not be Agency Expense, except insofar as such liabilities are asserted against Review-Journal solely due to its republication of Sun news, editorial or feature material or advertising copy.

B.1.16. A monthly charge of Five Hundred Pifty
Thousand Dollars (\$550,000) for the rental value of
all Review-Journal real property, plant and equipment
(including the value of Sun office space provided by
Review-Journal under Section 5.4 of the Agreement),
except that devoted to non-agency activities such as
the Review-Journal's news and editorial operations.
The rental charge would be adjusted each five (5)

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years on the basis of the change in the CPI for the Las Vegas, Nevada, market.

- B.1.17. A monthly charge equal to one and one-half percent (1-1/21) of the cost of all equipment acquired, expansion or remodeling of buildings, or other capital expenditures, in connection with Agency activities, subsequent to the date of the Agreement. The monthly charge would be subject to adjustment at any time on the basis of increases in the prime interest rate at First Interstate Bank, Las Vegas, Nevada. The Review-Journal shall have sole discretion regarding the purchase of equipment or other necessary capital expenditures for the performance of the Agreement.
- B.1.18. A monthly charge for general management services equal to three and one-half percent (2-1/21), of Agency Revenues.
- B.2. All costs and expenses in connection with the news content, composition, production, distribution and advertising sales in connection with Showbiz Magazine shall be included in Agency Expense for the period Showbiz Magazine is governed by the terms of this Agreement, pursuant to Section 4.5.
- B.3. Changes or additions in the Sun's newsroom equipment which may be required after the Effective Date to interface with Review-Journal production facilities shall be purchased or paid for by Review-Journal and a monthly charge equal to one and one-half percent (1-1/2%) of the cost thereof shall be

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Included in Agency Expense. This monthly charge would be subject to adjustment at any time on the basis of increases in the prime interest rate at First Interstate Bank, Las Vegas, Nevada.

#### APPENDIX C

#### AGENCY REVENUES

- C.1. Except as otherwise expressly provided in this Agreeme:
  the term "Agency Revenues" shall mean and include:
  - C.1.1. All advertising and circulation revenues of the newspapers, subject to the provisions of Section 7.1 of this Agreement with respect to accounts receivable outstanding on the Effective Date.
  - C.1.2. All revenues from sales incidental to the publication of the newspapers or involving either the facilities used to produce the newspapers or personnel whose compensation is included in Agency Expense, such as sales of commercial printing, waste paper, press plates, and other production materials.

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#### APPENDIX D

operating profit under the Agreement shall mean the excess of Agency Revenues over Agency Expense, and shall be distributed as follows:

For each fiscal year during the term of the Agreement the operating profit shall be distributed ninety percent (90%) to the Review-Journal and ten percent (10%) to the Sun, with payment to be made to the Sun pursuant to the provisions of Section 6.4 of the Agreement, provided, that for the first fiscal year the Sun shall be guaranteed a minimum operating profit distribution of Three Million Dollars (\$3,000,000).

#### APPENDIX D

operating profit under the Agreement shall mean the excess of Agency Revenues over Agency Expense, and shall be distributed as follows:

For each fiscal year during the term of the Agreement the operating profit shall be distributed ninety percent (90%) to the Review-Journal and ten percent (10%) to the Sun, with payment to be made to the Sun pursuant to the provisions of Section 6.4 of the Agreement.

# EXHIBIT 2

## **EXHIBIT 2**

#### AMENDED AND RESTATED AGREEMENT

This Amended and Restated Agreement ("Restated Agreement") dated as of June 10, 2005 between DR Partners, a Nevada General Partnership, the successor-in-interest to Donrey of Nevada, Inc. ("DR") and the Las Vegas Sun, Inc., a Nevada corporation ("Sun").

#### PRELIMINARY STATEMENT

WHEREAS, DR owns and publishes in Las Vegas, Nevada, a morning newspaper on weekdays, a morning newspaper on Saturdays and holidays, and a Sunday newspaper, each known as the Las Vegas Review-Journal (hereinafter referred to as the "Review-Journal"); and

WHEREAS, Sun owns in Las Vegas, Nevada, an afternoon newspaper on weekdays, known as the Las Vegas Sun (hereinafter referred to as the "Sun") and a combined Saturday and Sunday paper with the Review-Journal; and

NOW, THEREFORE, in consideration of the premises and of the mutual covenants and agreements hereinafter set forth, the parties hereto agree as follows:

### ARTICLE I REGULATORY FILING AND TERM

1.1 Regulatory Filing. Within ten business days (or on such later day as the parties may agree) the Parties agree to file the Restated Agreement with the Attorney General of the United States under the Newspaper Preservation Act within the Department of Justice and to use their best efforts and take all action necessary to effect the intent of this Restated Agreement. In the event of any action by the United States Department of Justice after the filing of the Restated Agreement which, in the sole opinion of either party, hinders, impairs, seeks to halt or otherwise materially impacts this Restated Agreement, then either party may declare the Restated Agreement null and void, and the 1989 Agreement between the parties shall be reinstituted and remain in full force and effect. The Restated Agreement does not constitute any limitation on either party's obligation to engage in good faith labor negotiations if and as required by the National Labor Relations Act, and to implement any understandings it may reach in such negotiations.

Upon execution hereof, each party shall furnish to the other a written opinion of its counsel that all necessary corporate or partnership action has been taken to authorize this Restated Agreement and that, subject to the conditions of the preceding paragraph, this Restated Agreement shall constitute the valid and binding obligation of the respective party. The parties agree to cooperate in coordinating meetings with government officials, community leaders, employees and their representatives, advertisers and others to explain the Restated Agreement.

Each party shall pay its own costs and professional fees in connection with the formulation and drafting of the Restated Agreement and the preparation and filing of the Restated Agreement with the Department of Justice. From and after the filing of such Restated Agreement, all costs and professional fees in connection with seeking any required approval by the Department of Justice shall be controlled and approved by the Review-Journal and such cost and shall be borne solely by Review-Journal.

1.2 Term. The term of this Restated Agreement shall begin at 12:00,a.m. on June 10, 2005 ("the Effective Date"). The 1989 Agreement shall remain in full force and effect through September 30, 2005 (the "Transition Date"). Subject to the termination provisions set forth in Article 9, the Restated Agreement shall continue for an initial period ending at the close of business on the 31 day of December of the fiftieth (50°) year from July 1, 1990. The Restated Agreement shall then automatically renew for succeeding periods of ten (10) years unless either party shall notify the other in writing at least two (2) years prior to the end of the then current period that it elects to terminate the Restated Agreement at the end of said period. The phrase "term of this Agreement" as used hereafter shall mean the initial period and any renewal period or periods.

ARTICLE 2
AGENCY
Intentionally omitted

ARTICLE 3
Intentionally omitted

### ARTICLE 4 NEWS AND EDITORIAL COPY, FEATURES AND SERVICES

- 4.1 <u>Maintenance of News and Editorial Staff; Feature Materials</u>, Review-Journal and Sun each shall maintain a staff of news and editorial employees, and shall license such feature materials (including, but not limited to, news and editorial services supplied by third parties), adequate to provide its respective newspaper with all of the news and editorial copy and related services deemed necessary by each of them as to its respective newspaper. Review-Journal shall use commercially reasonable efforts to cause third party suppliers of feature materials and professional associations to provide such feature materials and association memberships to Sun at rates equivalent to those currently charged to Sun.
- 4.2 News and Editorial Allocations. The Review-Journal and the Sun shall each bear their own respective editorial costs and shall establish whatever budgets each deems appropriate.
- 4.3 Furnishing News and Editorial Copy and Services. In furnishing features, news and editorial copy, and like materials to Review-Journal for publication in the Sun, and in providing layout for such material, Sun shall provide all such material in a form appropriate for the production of its newspaper, in conformity with the mechanical standards, deadlines and production requirements which prevail in the Review-Journal plant from time to time, including

deadlines, page sizes, column widths, and cut-offs established by Review-Journal, upon reasonable notice to Sun. Sun shall acquire and maintain at its expense such newsroom equipment (including, but not limited to, newspaper production systems, i.e., "front-end" systems) as may be required to interface with Review-Journal production facilities. In the event that the newspaper production system used by the Review-Journal is changed and (i) the Sun has utilized a production system that is current with systems commonly employed in the newspaper industry; (ii) the change by the Review-Journal results in any loss of a fully functional interface with the Sun newspaper production system, the Review-Journal shall be responsible to furnish such additional software, hardware and technical services to the Sun as may be necessary to establish such an interface. The Review-Journal shall give Sun ninety (90) days advance notice of anticipated changes to the Review-Journal's production system, including technical specifications for the new or modified system. The Sun shall treat any software provided as confidential and conform to all applicable licensing requirements for such software. Newshole limitations and other matters are set forth in Appendix A hereto. The parties agree to begin the publication cycle changes for the Sun on the Transition Date (or on such latter day as the parties may agree). The Review-Journal reserves the right to print conspicuous notices to the effect that the news content of the non-Sun portion of the Newspapers, including locally produced supplements, is produced by Review-Journal personnel. The Sun reserves the right to print conspicuous notices to the effect that the news content of the non-Review-Journal portion of the Newspapers, including locally produced supplements, is produced by Sun personnel.

#### 4.4 Intentionally omitted.

#### ARTICLE 5

### CONTINUING PUBLICATION AND NEWS AND EDITORIAL AUTONOMY

Production and Promotion of the Newspapers. Subject to the terms of the Restated Agreement, and as of the Transition Date, Sun shall be a daily morning newspaper as specified in Appendix A. The Review-Journal shall be a daily morning newspaper, as specified in Appendix A, including such sections and materials as are consistent with custom and practice in the United States metropolitan daily newspaper industry. So long as Sun furnishes news and editorial copy, seatures and services to Review-Journal in accordance with Article 4 of this Restated Agreement, Review-Journal agrees to produce the Sun daily as a morning newspaper as provided herein to include the Sun copy and to sell all advertising for, promote and circulate such newspapers as provided herein. The daily Sun and the daily Review-Journal are hereinbefore and hereinafter referred to as the "Newspapers". Review-Journal shall print the Newspapers in the Review-Journal plant or plants located at such place or places as Review-Journal may determine, and all operations under this Restated Agreement, except the operation of the Sun' news and editorial department, shall be carried on and performed by the Review-Journal with Review-Journal employees and equipment and in the Review-Journal's said plant or plants or by independent contractors selected by the Review-Journal. All costs, including capital expenditures, of operations under this Restated Agreement, except the operation of the Sun's news and editorial department, shall be borne by Review-Journal.

The Review-Journal shall control, supervise, manage and perform all operations involved in managing and operating under this Restated Agreement, including the need, if any, for Sunday supplements and comics, total or zoned market coverage, direct mail or other publication programs, zoned editions, and printing, selling and distributing the Newspapers, shall determine page sizes, number of columns per page, cut-offs, page makeup of non-news and non-editorial (subject to Appendix A), and all other mechanical and technical functions of the Newspapers, shall purchase newsprint, materials and supplies as required and shall determine the rates for, solicit and sell all advertising space in the Newspapers, shall determine circulation rates, collect the Newspapers' circulation and advertising accounts receivable, and shall make all determinations and decisions and do any and all acts and things related to the foregoing activities, provided:

- 5.1.1 Format. Review-Journal shall not change the format of the Sun to any size or format different from that of the Review-Journal without approval of Sun.
- 5.1.2 <u>Sun Editions</u>. The number of Sun editions shall not be changed without approval of Sun.
- 5.1.3 <u>Circulation</u>. Review-Journal shall use commercially reasonable efforts to maximize the circulation of the Newspapers.
- 5.1.4 Promotional Activities. Review-Journal shall use commercially reasonable efforts to promote the Newspapers. Any promotion of the Review-Journal as an advertising medium or to advance circulation shall include mention of equal prominence for the Sun. Either the Review-Journal or Sun may undertake additional promotional activities for their respective newspaper at their own expense. For all promotional activities for the Newspapers paid for by the Review-Journal, the Review-Journal shall be responsible for all promotional copy preparation and placement, provided however, that the Sun shall have the right to approve all promotional copy for the Sun that does not generically and concurrently promote both Newspapers.

#### 5.1.5 Intentionally omitted.

- 5.1.6 <u>Meetings of IOA Participants</u>. DR senior management shall meet quarterly with Sun senior management to discuss performance under this Restated Agreement.
- 5.1.7 Advertising Acceptability. Sum may reject any advertising or types of advertising for the Sun which is, in the opinion of Sun, undesirable or inappropriate for publication therein, and shall notify Review-Journal in writing of any specific advertising or types of advertising that Sun deems undesirable for publication. Review-Journal shall accept all advertising for the Sun other than the advertising indicated on Sun's written notice, subject to all laws affecting the acceptability of advertising.

#### 5.1.8 Intentionally omitted.

- 5.2. News and Editorial Autonomy. Preservation of the news and editorial independence and autonomy of both the Review-Journal and the Sun is of the essence of this Restated Agreement. Sun shall have exclusive and complete control, authority and direction over the news and editorial content, features and services to be furnished by Sun to Review-Journal to be included in its newspaper, including without limitation the right of selection of all its news and editorial employees, and the exclusive right to hire and discharge such employees. Review-Journal shall have exclusive and complete control, authority and direction over the news and editorial content, features and services in its newspapers, including without limitation the right of selection of all its news and editorial employees, and the exclusive right to hire and discharge such employees. The Review-Journal and Sun each hereby agrees to preserve high standards of newspaper quality throughout the term of this Restated Agreement consistent with United States metropolitan daily newspapers.
- 5.3. <u>Performance and Cooperation</u>. Sun and Review-Journal agree to take all corporate action necessary to carry out and effectuate the intent, purposes and provisions of this Restated Agreement, and to cooperate with the other party in every reasonable way that will promote successful and lawful operation under this Restated Agreement for both parties.
- 5.4 <u>Sun Office Space</u>. The Sun shall provide and pay for its own offices for its news and editorial department and management.

ARTICLE 6
Intentionally omitted

### ARTICLE 7 PAYMENT

During the term of this Restated Agreement, DR and the Sun shall receive the amounts set forth in Appendix D.

### ARTICLE 8 NON-LIABILITY PROVISIONS

- 8.1 <u>Defense of Claims and Indemnification</u>. Any claim, demand, suit, action, obligation or other liability asserted against or sustained by Review-Journal and Sun, or either of them, in respect of any third party ("Claims") shall be dealt with as provided in this Article 8. For all purposes of this Article 8, the term "cost or expense" shall include reasonable attorneys fees and costs, whether or not taken to trial or appeal or in any bankruptcy or other related proceeding.
- 8.1.1 Claims Related to the Joint Operation. Review-Journal shall defend and shall control the defense or settlement of any third party Claims related to the joint operations or to its performance or non-performance under this Restated Agreement (including but not limited to Claims arising from any advertising published in, or excluded from, any of the Newspapers -

except as provided in Section 8.1.2 - and claims in respect of feature, news and editorial content furnished by Sun hereunder arising as a result of any act or omission on the part of Review-Journal other than republication in the form furnished by Sun), devoting reasonable efforts to minimizing any resulting liability and related cost or expense. Any such liability, and the cost of expense related thereto, shall be borne by the Review-Journal, except to the extent any such Claim shall be covered by insurance.

- 8.1.2 Other Claims. Except as specifically provided in Section 8.1.1. or elsewhere in this Restated Agreement, neither party hereto shall be charged with or held responsible for any third party Claims, arising before or after the Effective Date by reason of any act or omission on the part of the other party, and the responsible party shall defend and indemnify and hold the other party harmless therefrom, including all related cost or expense. The responsible party shall defend, settle, pay or discharge any such Claim and shall indemnify and hold harmless the other party against any such Claim, and from any liability, cost or expense arising therefrom. By way of example under this Section 8.1.2 and without limitation, the entire cost or expense of defending, settling or paying and discharging Claims relating to any feature, news or editorial copy published in, or excluded from the daily Review-Journal or arising by reason of anything done or omitted by the news and editorial department of the Review-Journal in regard to its daily newspaper or arising by reason of any advertising rejected by the Review-Journal or accepted by the Review-Journal in situations where such advertising would be rejected pursuant to Sun guidelines, shall be borne by DR and any such liability, cost or expense on account of claims relating to any feature, news or editorial copy published in, or excluded by Sun from the daily Sun or, or arising by reason of anything done or omitted by the news and editorial department of the Sun, or arising by reason of any advertising rejected by the Review-Journal pursuant to Sun guidelines, or accepted in situations where such advertising would be rejected pursuant to Review-Journal guidelines, shall be borne by Sun, unless such Claims shall be an expense of the Review-Journal by reason of the operation of Section 8.1.1.
- 8.1.3 Insurance. For the purpose of this Article 8, each party shall separately maintain and pay for, as an item of news and editorial expense, insurance to the extent reasonably available protecting against losses from libel, invasion of privacy, copyright or trademark infringement and other matters related to the gathering or preparation of news and editorial matter for publication, in such amounts as the parties may agree upon from time to time, but in no event less than Ten Million Dollars (\$10,000,000), and the other party shall be named as an additional insured.
- 8.2 Force Majeure. Neither party shall be liable to the other for any failure or delay in performance under this Restated Agreement, occasioned by war, riot, government action, act of God or public enemy, acts of terrorism, damage to or destruction of facilities, strike, labor dispute, failure of suppliers or worker, inability to obtain adequate newsprint or supplies, or any other cause substantially beyond the control of the party required to perform, provided that in the event partial performance under this Restated Agreement is feasible, notwithstanding the occurrence of one or more of the foregoing, performance shall be allocated between the newspapers by the Review-Journal, in its sole judgment, notwithstanding the provisions of Appendix A hereto, provided, that the Sun portion shall not be less than six (6) pages.

### ARTICLE 9 TERMINATION

- 9.1 Events of Termination. This Restated Agreement shall continue in full force and effect unless and until it may be terminated by the occurrence of one of the following events of termination:
  - 9.1.1 Stated Duration. Expiration of the term set forth in Section 1.1
- 9.1.2 Bankruptcy or Default. If either party hereto makes an assignment of its assets for the benefit of creditors, an order of relief is entered by any bankruptcy court or has a receiver appointed for its business by a court of competent jurisdiction (provided, that such assignment, order of relief or adjudication shall continue unstayed on appeal or otherwise in effect for a period of ninety (90) days after the assignment, the entry of the order of relief or decree related thereto before such assignment or adjudication becomes an event of termination, and further provided that the appointment of the receiver must continue unvacated, not set aside, not stayed or otherwise in effect for a period of ninety (90) days after such appointment before such appointment becomes an event of termination), or if either party defaults in the performance of any of its material obligations hereunder and does not cure such default within sixty (60) days after receiving written notice thereof from the other party, then such other party may, at its election, and in addition to all other remedies available to it at law or in equity, terminate this Restated Agreement. In the event of the entry of an unstayed order of relief in an involuntary bankruptcy by DR, the Sun shall have the right, at its option, to purchase from DR, the equipment necessary to publish the Sun. The value of the equipment shall be set by the bankruptcy trustee. In the event of an unstayed order of relief in an involuntary bankruptcy, the Sun may lease, at fair market value, for a period not to exceed five (5) years the assets necessary to the publish the Sun.
- 9.1.3. Change of Controlling Interest. In view of the nature of the relationship established by this Restated Agreement and the fact that the Sun is published under the direction and control of the Estate of Herman Greenspun and Brian L. Greenspun, the Review-Journal shall not be required to carry out the terms of this Restated Agreement or be associated with another party to which it reasonably objects. Accordingly, ownership or control of the Sun shall not be transferred to any other entity or person without notice to and prior approval by the Review-Journal, provided that the Review-Journal will not object to any transfer of the ownership or control of Sun to any entity under the immediate direction of Brian L. Greenspun, or any other lineal descendant of Herman M. Greenspun. Notwithstanding the foregoing, controlling interest of the Sun may be transferred to any person that can provide the necessary editorial background and expertise to produce the Sun pursuant to the terms of this Restated Agreement. Following an approved or permitted change of control of Sun, if a subsequent change of control occurs, notice as hereinabove shall be given and the Review-Journal may exercise the rights provided herein.
  - 9.1.4 Intentionally omitted.

#### 9.2 Intentionally omitted.

9.3 <u>Duties Upon Termination</u>. Upon termination of this Restated Agreement, either by expiration of its term or otherwise, the Review-Journal shall provide Sun with a complete list (including all contact information) of current newspaper subscribers and advertisers.

### ARTICLE 10 MISCELLANEOUS

10.1 <u>Notices</u>. Each notice or other communication given pursuant to this Agreement shall be given in writing, delivered in person or mailed by registered or certified mail, addressed to the respective parties as follows:

Review-Journal:

DR Partners

P. O. Box 70

Las Vegas, NV 89125

Attention: Sherman Frederick

Sun:

Brian L. Greenspun, Esq.

President & Editor Las Vegas Sun

2275 Corporate Circle Drive

Suite 300

Henderson, Nevada 89074

Or, in case of either party hereto, at such other address or marked for the attention of such other person, as such party may set forth in a written notice to the other party.

10.2 <u>Disclaimer of Labor Related Obligations</u>. The parties specifically agree that neither party hereby assumes any obligations of the other party related to its employment practices or to any of its employees, whether or not arising under any collective bargaining agreements or arising prior to, on or subsequent to the Effective Date.

#### 10.3 Intentionally omitted.

10.4 Limited Effect. Nothing herein contained shall constitute the parties hereto partners, joint venturers, successora, alter egos, joint employers, an unincorporated association, or as having any relationship other than as specifically provided by this Restated Agreement. This Restated Agreement is intended solely for the benefit of the parties hereto, and their permitted successors and assigns and not for the benefit of any other person or party. This Restated Agreement, including Appendices A through D hereto, and the contracts and agreements supplemental hereto, comprises the entire understanding and agreement of the parties hereto on the subject matter herein contained and any and all other representations or agreements, which heretofore may have been made on such subject matter, whether oral or in

writing, by any agent of either party shall be null, void and of no effect whatsoever. Time is of the essence of this Restated Agreement.

#### 10.5 Intentionally omitted.

- 10.6 Sun Trademark, Tradenames, Service Marks and Copyrights. In its use of such Sun trademarks, tradenames, service marks and copyrights as may be required to perform its obligations under this Restated Agreement, including promotion of the Newspapers, Review-Journal shall use commercially reasonable effort to comply substantially with all relevant laws of the State of Nevada and of the United States pertaining to trademarks, tradenames, service marks and copyrights in force at any time during the term of this Restated Agreement. Review-Journal shall have the exclusive right and the obligation to distribute the Sun through electronic replica technology (i.e. technology customarily used by metropolitan daily newspapers which transmits an entire Sun page to the subscriber or consumer in any form) to the same extent the Review-Journal distributes its own pages by such means provided, however, that Sun shall have the right to republish, license, or otherwise use its editorial content in any form or media, other than as an entire Sun page or pages, upon the earliest of: (i) 7:00 a.m., (ii) the time the Review-Journal guarantees delivery to its subscribers, or (iii) the time the Review-Journal first uses its editorial content in any form or media other than in the printed newspaper or replica technology. Sun shall use commercial reasonable efforts to maintain in effect said trademarks, trade names, services marks and copyrights, and shall make applications for the registration and/or renewal thereof if and when required by law. Review-Journal acknowledges Sun's right, title and interest in and to said trademarks, trade names, service marks and copyrights and all renewals thereof, and agrees that it shall not at any time permit, take, or cause to be taken any action within its control in any way impairing or tending to impair any part of such right, title and interest. Review-Journal agrees to publish such notices in the Sun as Sun reasonably may request in order to protect said trademarks, trade names, service marks and copyrights, or any of them. Review-Journal shall not in any manner represent that it has any ownership interest in said trademarks, trade names, services marks or copyrights or in the registration thereof, and Review-Journal acknowledges that its use hereunder of said trademarks, trade names, services marks or copyrights shall not create in its favor any right, title or interest in or to same beyond those created by this Restated Agreement. The Review-Journal shall have the right to republish. license, or otherwise use its editorial content in any form or media.
- 10.7 <u>Tax Treatment of Payments to Sun</u>. Its is contemplated by the parties that the payments to Sun under Appendix D of this Restated Agreement will be, for federal income tax purposes, ordinary income to Sun and will be deductible by DR as a business expense.
- 10.8 Specific Performance. Because of the public interest in maintaining editorially and reportorially independent and competitive newspapers in Las Vegas and its environs, and because of the inadequacy of damages in the event of default in the performance of material obligations hereunder, each party shall have the right to seek specific performance of the material provisions of this Restated Agreement, provided, that in the event of any action by either party for specific performance, if that party does not obtain an order of specific

performance, the other party shall be entitled to recover in such action its attorneys' fees and costs.

- 10.9 <u>Successors and Assignment</u>. This Restated Agreement shall be binding upon and shall inure to the benefit of each of the parties hereto and their permitted successors and assigns.
- 10.10 Governing Law: Modification. This Restated Agreement shall be construed and enforced in accordance with the laws of the State of Nevada. This Restated Agreement may not he changed orally, but only by an agreement in writing and signed by the party against whom enforcement of any waiver, modification or discharge shall be sought.
- 10.11 <u>Headings</u>. Headings have been inserted in this Restated Agreement for the purpose of convenience only. They shall not be used to interpret or construe the meaning of any Articles or Sections, nor shall they have the effect of limiting or enlarging the meaning thereof.
- 10.12 <u>Ancillary Publications</u>. Nothing in this Restated Agreement shall preclude either party from engaging in any lawful business outside of this Restated Agreement, except that neither Review-Journal, or any Affiliate of Review-Journal nor Sun, or any Affiliate of Sun, shall, outside of this Restated Agreement, publish a newspaper that is published three or more days per week and that is directed primarily to Clark, Nye, or Lincoln Counties, Nevada or any parts thereof. As used in this Restated Agreement, "Affiliate" means any person, corporation, partnership, trust or other entity which controls, is controlled by, or is under common control with either party.
- 10.13 Release. As a material inducement to DR to enter into this Restated Agreement. and for other good and valuable consideration, Sun, for itself, and its assigns, hereby unconditionally releases and forever discharges DR and the Las Vegas Review-Journal and their partners, predecessors, successors, assigns, agents, stockholders, directors, officers, current or former employees, representatives, attorneys, divisions, subsidiaries, affiliates, receivers, trustees, shareholders and all persons acting by, through, under or in concert with any of them from any and all charges, complaints, claims, liabilities, obligations, promises, agreements, controversies, damages, actions, causes of action, suits, rights, demands, costs, losses, debts and expenses, including, but not limited to, attorneys' fees and costs actually incurred of any nature whatsoever with respect to all those claims asserted or which could have been asserted which arise out of, or are related to, operation of the Las Vegas Review-Journal or Sun between June 17, 1989, and June 10, 2005, known or unknown, including, but not limited to, any claims connected with operations under the 1989 Joint Operating Agreement between the parties, during that time period, including those items set forth on Exhibit C to a release agreement between the parties dated June 20, 2002 and any claims related to the conduct or operation of lyrj.com, reviewjournal.com, lasvegaanewspapers.com.

As a material inducement to Sun to enter into this Restated Agreement, and for other good and valuable consideration, DR, for itself, its affiliates and assigns, hereby unconditionally releases and forever discharges Sun its partners, predecessors, successors, assigns, agents, stockholders, directors, officers, current or former employees, representatives, attorneys,

divisions, subsidiaries, affiliates, receivers, trustees, shareholders and all persons acting by, through, under or in concert with any of them from any and all charges, complaints, claims, liabilities, obligations, promises, agreements, controversies, damages, actions, causes of action, suits, rights, demands, costs, losses, debts and expenses, including, but not limited to, attorneys' fees and costs actually incurred of any nature whatsoever with respect to all those claims asserted or which could have been asserted which arise out of, or are related to, operation of the Las Vegas Review-Journal or Sun between June 17, 1989, and June 10, 2005, known or unknown, including, but not limited to, any claims connected with operations under the 1989 Joint Operating Agreement between the parties, during that time period, including those items set forth on Exhibit D to a release agreement between the parties dated June 20, 2002 and any claims related to the conduct or operation of lasvegassum.com or lasvegasnewspapers.com.

IN WITNESS WHEREOF, this Restated Agreement has been executed by the parties' respective corporate officers thereto duly authorized as of the day and year first above written.

DR PARTNERS. By: Stephens Group, Inc. General Partner

By: Marin a. Stupheno Warren Stepheno Chief Executive Officer

LAS VEGAS SUN, INC.

Brian L. Greenspun

President

;

#### APPENDIX A

### A.1. Intentionally omitted

A.2. Pursuant to Section 4.3. of this Restated Agreement, the number, placement, and characteristics of Sun pages shall be in accordance with the following specifications:

- (a) For Monday through Friday editions, the Sun shall be composed of an open front page with the Las Vegas Sun flag and seven (7) additional editorial pages (or the lineage equivalent thereof) of which three (3) shall be open pages as determined by the Sun. The remaining pages may include advertising, subject to the restrictions in (d) below. For Monday-Friday editions, the Review-Journal shall be composed of as many pages as Review-Journal management determines in its sole discretion.
- (b) For the Sunday edition, the Sun shall be composed of an open front page with the Las Vegas Sun flag and nine (9) additional editorial pages (or the lineage equivalent thereof) of which three (3) shall be open pages as determined by the Sun. The remaining pages may include advertising, subject to restrictions in (d) below. The Review-Journal shall determine the number of pages for a comic section for the Sunday edition which shall consist of strips and features selected by the Review-Journal. The Sunday paper, including comics, shall be composed of as many Review-Journal pages as Review-Journal management determines in its sole discretion.
- (c) For Saturday and holiday editions, the Sun shall be composed of an open front page with the Las Vegas Sun flag and five (5) additional editorial pages (or the lineage equivalent thereof) of which three (3) shall be open pages as determined by the Sun. The Saturday and holiday editions shall be composed of as many Review-Journal pages as Review-Journal management determines in its sole discretion. The remaining pages may include advertising, subject to restrictions in (d) below.
- (d) The Sun shall not include any Review-Journal editorial content. Standard materials such as weather pages, comics, standardized television listings and the like shall not be considered Review-Journal editorial material and may be included in the Sun as additional pages unless the Sun objects in writing thereto. Other than open pages, the Sun may include advertising. No Sun page shall be more than 50% advertising, except for full page ads, and no advertising shall appear "above the fold" in the Sun, except for full page ads. Notwithstanding the foregoing, pages may contain, from time to time, more than 50% advertising due to production issues and advertising demands. Advertising will not be stacked in a pyramid format and shall be evened out in terms of height on the page. The Monday-Sunday editions of the Review-Journal shall include a noticeable mention of the

Sun, on the front page of the Review-Journal. The noticeable mention will appear in a box above the Review-Journal's masthead (the "Sun Box") and shall be in the form shown on Appendix B. The Sun Box shall not be smaller in proportion than shown in Appendix B. The Sun Box shall also include the Sun's masthead, and any emblem that is part of the Sun's masthead. The Sun Box shall include a promotion of a story in the Sun and refer readers to the Sun inside. The type face, editorial artwork, font, and editorial promotional content appearing in the Sun Box shall be determined by Sun, in its sole discretion. Any color in the Sun Box shall be restricted to constituent colors used by the Review-Journal on its front page. The Sun Box shall be the left-hand box unless it would be obscured by a spaeda fold, in which case the Sun Box shall be the right-hand box. In the event of major breaking news or for exigent production circumstances, the Sun Box may be moved below the Review-Journal's masthead. The Sun, on average, will receive as much editorial color as the local news section of the Review-Journal.

- A.3. Edition times for Monday through Sunday issues of the Review-Journal shall be established by the Review-Journal in accordance with normal industry standards. Deadlines for the Sun shall be the same as those established for the last local news sections of the Review-Journal. The Sun will be placed as the third section of the Newspapers except on occasions when exigent production circumstances require that it be placed as the fourth section. The Sun will be printed in the same press run as the Review-Journal local news section. The Review-Journal shall be solely responsible for determining the need for replating the Newspapers, and shall treat the Sun and the Review-Journal equally with respect to replating of page one for major breaking national or international news events
- A.4. If the Review-Journal determines that it is feasible to publish an "extra" edition, such edition shall be a Review-Journal edition and the content of any "extra" edition shall be determined solely by the Review-Journal.
- A.S. In the event the Review-Journal determines that the Sun's continued placement in the Review-Journal has a material and substantial negative financial impact on the revenue and profit of the Newspapers it may deliver the Sun separately from the Review-Journal but at the same time, place, and manner as the Review-Journal. The Review-Journal shall provide written notice to the Sun within fifteen (15) days of beginning such separate delivery specifying in detail the factual basis for its determination.

In the event the Sun disagrees with the Review-Journal's determination, it shall within seven (7) days of receipt of notice from the Review-Journal, request that the matter be submitted to arbitration by an arbiter mutually agreed upon by the parties. If Sun requests arbitration, the Review-Journal shall not deliver the Sun separately until sixty (60) days after selection of the arbitrator. In the event the parties are not able to agree upon an arbiter within seven (7) days, an arbiter shall selected by the Chairman of the Department of Journalism of Northwestern University, Evanston, Illinois, or a similar journalism school if Northwestern University has ceased operations of its School of Journalism. The parties shall request the arbitrator to render a decision within sixty (60) days of his or her selection, and Sun and the Review-Journal each

hereby covenant to cooperate with the arbitrator to facilitate such request.

The arbitrator shall have experience in the senior management of metropolitan daily newspapers. In determining material and substantial negative financial impact, only the following factors shall be considered; advertiser abandomment of the Newspapers specifically due to the Sun's inclusion within the Review-Journal or subscriber cancellations of the Newspapers specifically due to the Sun's inclusion within the Review-Journal. The material and substantial negative financial impact shall be determined by reference to generally accepted standard newspaper industry sources. The decision of the arbitrator shall be final. The cost of the arbitration shall be borne by the non-prevailing party. The Review-Journal's rights under this section shall be cumulative and may not be exercised more often than once every eighteen (18) months.

In the event Sun determines, in its sole discretion, that the Sun's continued placement in the Review-Journal negatively impacts the Sun, the Review-Journal shall, upon fifteen (15) day written notice from Sun, thereafter deliver the Sun separately from the Review-Journal but at the same time, place and manner as the Review-Journal, provided that Sun shall pay any incremental expenditure reasonably incurred because of such separate delivery, which separate delivery shall be effected without any derogation in the publication, production, or delivery of the Review-Journal. Prior to giving its fifteen (15) day written notice, Sun may request and the Review-Journal shall provide a good faith estimate of such incremental expenditures and the parties shall meet and confer regarding the estimate. If the Sun is separately delivered, it will no longer receive noticeable mention in the Review-Journal.

### APPENDIX B

[Sample to be attached]

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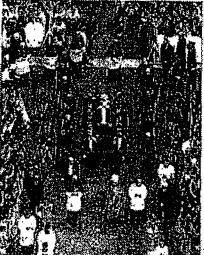
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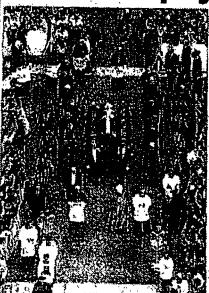
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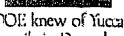


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### APPENDIX C Intentionally omitted

#### APPENDIX D

Sun shall receive an annual profits payment (the "Annual Profits Payment"), one-twelfth-(1/12th) of which shall be paid monthly in advance on the first day of each month during the Term. For the fiscal year beginning April 1, 2005, the Annual Profits Payment shall be Twelve Million Dollars (\$12,000,000), provided, however, that payments to Sun shall continue in accordance with the 1989 Agreement until the Transition Date. Each fiscal year thereafter during the term of this Agreement the Annual Profits Payment shall be adjusted as set forth in this Appendix D. Within thirty (30) days following the beginning of each such fiscal year, Review-Journal shall calculate the percentage change (the "Percentage Change") between the earnings, before interest, taxes, depreciation and amortization ("EBITDA") for the fiscal year immediately preceding (the "LTM EBITDA") and the EBITDA for the penultimate fiscal year (the "Prior Period EBITDA"). The Annual Profits Payment shall be increased, or decreased, as the case may be, by the Percentage Change between the LTM EBITDA and the Prior Period EBITDA.

In calculating the EBITDA (i) for any period that includes earnings prior to April 1.

2005, such earnings shall not be reduced by any amounts that during such period may have been otherwise been deducted from earnings under section A.1 of Appendix A or sections B.1.16, B.1.17, B.1.18, or B.3 of Appendix B of the 1989 Agreement and (ii) for any period whether before or after April 1, 2005, such earnings shall not be reduced by any amounts paid to Sun as a percentage of operating profit under Appendix D of the 1989 Agreement or under this Appendix D. Any expense of the Review-Journal attributable to a transaction with an Affiliate shall not exceed fair market value. EBITDA shall include the earnings of the Newspapers and the

earnings of the Review-Journal's Affiliates derived from publications generally circulated in Clark, Nye, or Lincoln Counties, Nevada or any parts thereof. For purposes of this paragraph. Press Equipment shall mean the press equipment currently owned by the Review-Journal and identified in Appendix D-1 and any additional equipment, whether owned by the Review-Journal or third parties, to the extent that it produces substantially the same product or result, and Other Equipment shall mean all equipment and facilities used for production or operation of the printed Newspapers or other print publications whose earnings are included in EBITDA other than Press Equipment. EBITDA, whether determined for any period before or after April 1, 2005, shall not include (a) any expense for rents, leases or similar expense for Other Equipment (i) if such expense, under generally accepted accounting principles, should be treated as a capitalized lease obligation, or (ii) if such expense is made for the use of any capital asset the use of which is intended to replace any item of Other Equipment that is owned by the Review-Journal as of the Effective Date or (b) any expense for rents, leases, or similar expenses for Press Equipment. including any portion of a printing services contract that is fairly attributable to the use of Press Equipment. All calculations shall be made in accordance with generally accepted newspaper industry accounting principles consistently applied. The Parties intend that EBITDA be calculated in a manner consistent with the computation of "Retention" as that line item appears on the profit and loss statement for Stephens Media Group for the period ended December 31, 2004. Sun shall have the right, exercisable not more than once every twelve months and only after providing written notification no less than thirty days prior thereto, to appoint an certified public accounting firm or law firm as Sun's representative to examine and audit the books and records of the Review-Journal and the other publications whose earnings are included in EBITDA for purposes of verifying the determinations of the changes to the Annual Profit

Payments. Such representative shall agree in writing to maintain the confidentiality of all such financial records inspected. The confidentiality agreement shall not restrict the representative from disclosing to the management of Sun information concerning the audit of the Review-Journal, but shall restrict the representative from disclosing any specific individual salary information or advertiser-specific information (e.g., names, prices, contract terms, discounts, total inches) for the other publications whose earnings are included in EBIDTA. With respect to such other publications, the representative may only disclose summary information (e.g., total advertising revenue or total salaries) that is not identifiable with individual advertisers or employees. If as a result of such an audit, there is a dispute between Sun and the Review-Journal as to amounts owed to Sun and they are not able to resolve the dispute within 30 days, they shall select a certified public accountant to arbitrate the dispute. The arbitration shall be conducted according to the commercial arbitration rules of the American Arbitration Association, including such rules for the selection of a single arbitrator if Sun and the Review-Journal are not able to agree upon an arbitrator. Sun and the Review-Journal shall request the arbitrator to render a decision within sixty (60) days of his or her selection, and Sun and the Review-Journal each hereby covenant to cooperate with the arbitrator to facilitate such request. The arbitrator shall agree to be bound by terms of confidentiality to the same extent as the Sun's representative. The arbitrator shall make an award to Sun in the amount of the arrearage, if any, found to exist, together with interest thereon from the date any arrearage was due until paid at the corporate prime rate as quoted by the Wall Street Journal on the first business day of each month. The arbitrator shall also make an award of the fees and cost of arbitration, which may include a division of such fees and costs among the parties in a manner determined by the arbitrator to be reasonable in light of the positions asserted and the determination made.

DR shall be entitled to all of the profits of the Newspapers after the payments set forth above to the Sun during the term of this Restated Agreement.

### **APPENDIX D-1**

- 1 Goss Urbanite Press (Pama Lane)
  1 Goss Community Press (Press Annex)
  2 Goss Newsliner presses (Main pressroom)
  1 Didde press (Mailroom)
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### IN THE SUPREME COURT OF THE STATE OF NEVADA

DR PARTNERS, a Nevada General Partnership, d/b/a STEPHENS MEDIA GROUP,	) Supreme Court Case No. 68700   District Court Case No. 687008   Sep 15 2015 01:54 p.m   Tracie K. Lindeman
Appellant, vs.	Clerk of Supreme Court DOCKETING STATEMENT CIVIL APPEALS
LAS VEGAS SUN, INC., a Nevada Corporation,	
Respondent.	) ) )

1. Judicial District: Eighth Judicial District Court Department: XI

County: Clark

Judge: Honorable Elizabeth Gonzalez

District Ct. Case No.: A-15-715008-B

2. Attorney filing this docketing statement:

Steve Morris Akke Levin MORRIS LAW GROUP 900 Bank of America Plaza 300 South Fourth Street Las Vegas, Nevada 89101 Telephone: (702) 474-9400

Client: Stephens Media Group LLC

If this is a joint statement by multiple appellants, add the names and addresses of other counsel and the names of their clients on an additional sheet accompanied by a certification that they concur in the filing of this statement.

N/A

3.	Attorney(s) representing respondent:			
	E. Leif Reid Kristen L. Martini LEWIS ROCA ROTHGERBER LLP 50 West Liberty Street – Suite 410 Reno, Nevada 89501 Telephone: (775) 823-2929	John T. Moran, Jr. Jeffrey A. Bendavid MORAN BRANDON BENDAVID MORAN 630 South Fourth Street Las Vegas, Nevada 89101 Telephone: (702) 384-8424		
	Client: Las Vegas Sun, Inc.			
4.	Nature of disposition below (check all that apply):			
	☐ Judgment after bench trial ☐ Judgment after jury verdict ☐ Summary Judgment ☐ Default Judgment ☐ Grant/Denial of NRCP 60(b) relief ☐ Grant/Denial of injunction ☐ Grant/Denial of declaratory relief ☐ Review of agency determination	☐ Dismissal ☐ Lack of Jurisdiction ☐ Failure to state a claim ☐ Failure to prosecute ☐ Other (specify) ☐ Divorce Decree: ☐ Original ☐ Modification ☐ Other disposition (specify): Order denying Motion to Compel Arbitration		
5.	Does this appeal raise issues concer	oes this appeal raise issues concerning any of the following:		
	☐ Child custody ☐ Venue ☐ Termination of parental rights No.			
6.	<b>Pending and prior proceedings in this court.</b> List the case name and docket number of all appeals or original proceedings presently or previously pending before this court which are related to this appeal:			
	N/A.			
7.	Pending and prior proceedings in other courts. List the case name, number and court of all pending and prior proceedings in other			

courts which are related to this appeal (e.g., bankruptcy, consolidated or bifurcated proceedings) and their dates of disposition:

N/A.

**8. Nature of the action.** Briefly describe the nature of the action and the result below:

### Nature of the action:

This is a dispute between plaintiff Las Vegas Sun Inc. ("LV Sun") and Stephens Media, as owner and publisher of the Las Vegas Review Journal ("Review Journal"), over the calculation and distribution of profits under a Joint Operating Agreement, as amended and restated in 2005 ("JOA"). The LV Sun alleges that the Review Journal has miscalculated annual profit payments to the Sun under the JOA by treating its editorial costs as a cost of doing business to arrive at profit available for distribution to the Sun under the agreement.

Profit from operations under the JOA is determined annually under Appendix D to the Agreement. If there is a disagreement between the parties over profit and its calculation, Appendix D to the JOA stipulates that the disagreement shall be resolved in arbitration by a certified public accountant in accordance with "the commercial arbitration rules of the American Arbitration Association." The Sun, however, contends that the dispute is a legal dispute involving the meaning of § 4.2 of the JOA, which does not address the Sun's compensation or its calculation of profit on annual basis.

### Result below:

The District Court initially granted Stephens Media's motion to compel arbitration, but thereafter granted the Sun leave to file an amended complaint that on its face would not invoke arbitration. The Sun then filed its First Amended Complaint seeking only declaratory relief as to the "meaning" of § 4.2 of the JOA and "the obligations it places on the Parties' performance" under the JOA. Stephens Media filed a Renewed Motion to Compel Arbitration, which the District Court denied by order dated August 19, 2015.

9. **Issues on appeal.** State specifically all issues(s) in this appeal (attach separate sheets as necessary): Whether the District Court erred in denying Stephens Media's Renewed Motion to Compel Arbitration, because: (a) this is at its core an accounting dispute over the calculation of profits under the JOA; (b) the parties agreed in the JOA to arbitrate disputes over amounts owed to LV Sun before a certified public accountant in accordance with "the commercial arbitration rules of the American Arbitration Association"; (c) LV Sun's amended complaint seeks to avoid arbitration by mischaracterizing the accounting for annual profit as a dispute involving the meaning of  $\S 4.2$  of the JOA; (d)  $\S 4.2$  of the JOA does not address the Sun's compensation or its calculation of profit on annual basis and is irrelevant to the accounting dispute; and (e) even assuming § 4.2 of the JOA is relevant to the dispute, the arbitrator is authorized to decide legal issues in the course of arbitrating an accounting dispute. 10. Pending proceedings in this court raising the same or similar issues: If you are aware of any proceedings presently pending before this court which raises the same or similar issues raised in this appeal, list the case name and docket number and identify the same or similar issue raised: N/A. 11. **Constitutional issues.** If this appeal challenges the constitutionality of a statute, and the state, any state agency, or any officer or employee thereof is not a party to this appeal, have you notified the clerk of this court and the attorney general in accordance with NRAP 44 and NRS 30.130?  $\boxtimes N/A$ 7 Yes ∃No If no, explain: 12. **Other Issues.** Does this appeal involve any of the following issues?

Reversal of well-settled Nevada precedent (identify the case(s))

	<ul> <li>☐ An issue arising under the United States and/or Nevada Constitutions.</li> <li>☐ A substantial issue of first impression</li> <li>☐ An issue of public policy</li> <li>☐ An issue where en banc consideration is necessary to maintain uniformity of this court's decisions</li> <li>☐ a ballot question</li> <li>If so, explain:</li> </ul>
13.	<b>Trial</b> . If this action proceeded to trial, how many days did the trial last: N/A Was it a bench or jury trial? N/A
14.	<b>Judicial Disqualification.</b> Do you intend to file a motion to disqualify or have a justice recuse him/herself from participation in this appeal? If so, which Justice?
	Stephens Media has no intention to seek disqualification of any justice but expects that Justice Kristina Pickering will voluntarily recuse herself from the case.
	TIMELINESS OF NOTICE OF APPEAL
15.	Date of entry of written judgment or order appealed from: August 19, 2015. If no written judgment or order was filed in the district court, explain the basis for seeking appellate review.
15. 16.	Date of entry of written judgment or order appealed from: August 19, 2015. If no written judgment or order was filed in the
	Date of entry of written judgment or order appealed from: August 19, 2015. If no written judgment or order was filed in the district court, explain the basis for seeking appellate review.  Date written notice of entry of judgment or order was served: August 19, 2015.  Was service by: □ Delivery
16.	Date of entry of written judgment or order appealed from: August 19, 2015. If no written judgment or order was filed in the district court, explain the basis for seeking appellate review.  Date written notice of entry of judgment or order was served: August 19, 2015.  Was service by: □ Delivery □ Mail/electronic/fax  If the time for filing the notice of appeal was tolled by a post-
16.	Date of entry of written judgment or order appealed from: August 19, 2015. If no written judgment or order was filed in district court, explain the basis for seeking appellate review.  Date written notice of entry of judgment or order was served August 19, 2015.  Was service by:  Delivery  Mail/electronic/fax  If the time for filing the notice of appeal was tolled by a positive judgment motion (NRCP 50(b), 52(b), or 59)  (a) Specify the type of motion, the date and method of services.

	☐ NRCP 52(b)	Date of filing
	☐ NRCP 59	Date of filing
	⊠ N/A	
recor		nt to NRCP 60 or motions for rehearing or me for filing a notice of appeal See AA Primo Builders 15 P.3d 1190 (2010)
	(b) Date of entry o	f written order resolving tolling motion
	(c) Date written no was served Was service by Delivery Mail/electro	
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18.	Date notice of appeal	l filed:
	District Court: Augus	st 21, 2015; Supreme Court: August 26, 2015.
If mo	re than one party has appe e of appeal was filed and ic	aled from the judgment or order, list the date each lentify by name of the party filing the notice of appeal:
	N/A	
19.		e governing the time limit for filing the notice 4(a) or other: <u>NRAP 4(a)(1)</u>
	SUBST	ANTIVE APPEALABILITY
20.		other authority granting this court the judgment or order appealed from:
	(a)  NRAP 3A(b)1  NRAP 3A(b)2  NRAP 3A(b)3  Other (specify)	☐ NRS 38.205 ☐ NRS 233B.150 ☐ NRS 703.376 NRS 38.247 (1)(a)

(b) Explain how each authority provides a basis for appeal from the judgment or order:

Under NRS 38.247(1)(a), a party may appeal from an order denying a motion to compel arbitration. Stephens Media appeals from the District Court's August 19, 2015 Order Denying Stephens Media's Renewed Motion to Compel Arbitration.

- 21. List all parties involved in the action or consolidated actions in the district court:
  - (a) Parties: LV Sun and Stephens Media.
  - (b) If all parties in the district court are not parties to this appeal, explain in detail why those parties are not involved in this appeal, e.g., formally dismissed, not served, or other:

N/A.

22. Give a brief description (3 to 5 words) of each party's separate claims, counterclaims, cross-claims, or third-party claims and the date of formal disposition of each claim.

LV Sun makes one claim for Declaratory Judgment, which remains undecided.

23. Did the judgment or order appealed from adjudicate ALL the claims alleged below and the rights and liabilities of ALL the parties to the action or consolidated actions below:

☐ Yes ⊠ No

- 24. If you answered "No" to question 23, complete the following:
  - (a) Specify the claims remaining pending below:

LV Sun's claim for declaratory judgment remains pending. The Order Denying Stephens Media's Renewed Motion to Compel Arbitration did not dispose of the claim on the merits.

(b) Specify the parties remaining below:

LV Sun and Stephens Media.

	(c) Did the district court certify the judgment or order appealed from as a final judgment pursuant to NRCP 54(b)?
	☐ Yes ⊠ No
i	<ul> <li>(d) Did the district court make an express determination, pursuant to NRCP 54(b), that there is no just reason for delay and an express direction for the entry of judgment?</li> <li>☐ Yes</li> <li>☒ No</li> </ul>
25.	If you answered "No" to any part of question 24, explain the basis for seeking appellate review (e.g. order is independently appealable under NRAP 3A(b)):
	The order is independently appealable under NRS 38.247(1)(a).
26.	Attach file-stamped copies of the following documents:
	<ul> <li>The latest-filed complaint, counterclaims, cross-claims, and third-party claims</li> <li>Any tolling motion(s) and order(s) resolving tolling motion(s)</li> <li>Orders of NRCP 41(a) dismissals formally resolving each claim, counterclaims, cross-claims and/or third-party claims asserted in the action or consolidated action below, even if not at issue on appeal.</li> <li>Any other order challenged on appeal</li> <li>Notices of entry for each attached order.</li> </ul>

### **VERIFICATION**

I declare under penalty of perjury that I have read this docketing statement, that the information provided in this docketing statement is true and complete to the best of my knowledge, information and belief, and that I have attached all required documents to this docketing statement.

Stephens Media LLC
Name of appellant

Steve Morris/Akke Levin
Name of counsel of record

September 15, 2015
Date

Signature of counsel of record

<u>Clark County, Nevada</u> State and county where signed

### **CERTIFICATE OF SERVICE**

Pursuant to NRAP 25(b-d) and NEFCR Rule 9, I certify that I am an employee of MORRIS LAW GROUP and that on the date below, I caused the following document to be served via the Court's E-Flex filing system: **DOCKETING STATEMENT CIVIL APPEALS.** The date and time of the electronic proof of service is in place of the date and place of deposit in the mail.

TŌ:

Lewis Roca Rothgerber LLP

Leif Reid <u>lreid@lrrlaw.com</u> Kristen Martini <u>kmartini@lrrlaw.com</u>

Moran Brandon Bendavid Moran

John Moran john.moran@moranlawfirm.com Jeffrey Bendavid j.bendavid@moranlawfirm.com

DATED this 15th day of September, 2015.

By Miskerson

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