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DECLARATION OF DANIEL NISHRIE

- I, DANIEL NISHRIE, declare as follows:
- I am not a party to the within action. firsthand, personal knowledge of the facts stated herein, and if called as a witness, I could and would competently testify thereto.
- I submit this Declaration in support of Petitioner's 2. Responsive Declaration to Respondent's ex parte requests.
- I am an officer of SBN Venture Capital Resource 3. My responsibilities Partners, Inc., a venture capital fund. include "Angel Funding" (the first step in funding a new venture) on start-ups and preparing companies for Mergers and Acquisitions.
- Since my initial involvement with Worldsite and Amtec (at the behest of Ami Shafrir), I have communicated daily with Sarit and Ami. I am frequently on the business premises, and have witnessed numerous interactions between Ami and Sarit as well as the daily operations of both businesses.
- SBN Venture Partners and other venture capital firms 5. and investors have taken notice of the transformation of the Worldsite and Amtec companies since Sarit has assumed management and control. I am aware that at the time Sarit assumed management and control of the companies (on January 18, 2000, as stated in detail below), the books of Worldsite and Amtec reflected monthly a result of Sarit's efforts, and \$250,000. Αs losses of restructuring, the companies are now at a point where investors (such as IJNT, as set forth in detail below), have expressed a willingness to fund Worldsite's ongoing operations.

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IROPE and TROPE ATTORNEYS AT LAW 12121 WILSHIRE BLVD. LOS ANGELES, CA 90025-1171 6. In my opinion, Sarit is uniquely qualified to negotiate with the creditors of the corporations because of her reputation in the internet and audiotext industry. She has been able to continue operations despite the fact that Ami left the companies saddled with debts for advertising, by keeping the creditors at bay. Throughout the past two months, I have witnessed her negotiations with the creditors, and their belief in her ability to perform.

7. On behalf of SBN, we applaud Sarit's recent efforts to restructure Amtec and Worldsite and position the company for profitability. She has taken control of the books and records. I am aware that Sarit retained the services of Bruce Hochman, Esq. and Noel Applebaum to examine the misappropriations and conduct an audit of the books and records of Amtec and Worldsite. In addition, she hired John Ackerman as a manager of internet operations. He is a renowned internet industry executive.

Background.

- 8. During the first week of October, 1999, my employer, SBN Venture Capital Resource Partners, Inc., was brought in for a meeting at the behest of Ami Shafrir [hereafter "Ami"], the Respondent herein, to review the private placement on Worldsite and to find a buyer and reorganize various aspects of the businesses that Ami was involved in, including Amtec. It was my understanding that Ami was hoping to find a buyer or raise capital since Worldsite was losing or "burning" \$250,000 per month in cash.
- 9. During my December meeting, Ami had expressed to me his concern that Worldsite would "bring down our entire empire

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I witnessed Ami Shafrir's resignation

from Worldsite and Amtec.

10. I was present at the 8670 Wilshire office on January 18, 2000, when Respondent resigned as the director, President, and Treasurer of Worldsite and handed his resignation to Sarit. At the same time, I witnessed Respondent's resignation as the Director, President, and Treasurer (Chief Financial Officer) of Amtec Audiotext, Inc.

Discussions leading up to Ami Shafrir's resignation.

- 11. By way of background, over the course of a number of weeks, discussions ensued wherein Ami expressed his interest in resigning from the companies because he stated that he wanted to remove himself from involvement in the community properties because "it is in the best interest of everyone!" After he resigned, Sarit would be able to negotiate with creditors and bankers and restructure old agreements because, as he stated, "Sarit is a new face and uninvolved with the past. This would allow me to save face with creditors."
- 12. In my presence, and in the presence of Cynthia Takacs, Esq. and Robert Fraade, Esq., Ami Shafrir handed over his resignations to Sarit Shafrir willingly.

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Respondent deliberately interfered with

the sale of Worldsite.

- Network, a division of IJNT (a Nasdaq telecommunication internet provider) agreed to finalize a transaction to acquire the assets of Worldsite by investing \$8,000,000 in cash into Worldsite, and to reorganize the entity. As part of the acquisition, IJNT would lease 40% of the Worldsite building (8670 Wilshire). Based upon SBN's due diligence in reviewing the Worldsite and Amtec books, as detailed below, it appears that the leasing arrangement would have resulted in a substantial profit to Worldsite. We brought this proposal to the Board of Directors of Worldsite and Amtec. At the time of the proposed investment, Sarit Shafrir was the President of both companies.
- the agreement with Worldsite, at the 8670 Wilshire headquarters, Ami burst into the office and interrupted our meeting. He threw chairs and spilled drinks all over, while screaming "I'll sue you all!". He claimed that he is the President and yelled, "you should leave now!" On the day following the meeting, Ami contacted me by telephone, he told me that he would deny signing the proxies and resignations since "it would take years to prove that I signed things and to demonstrate my mental state at the time. You tell Sarit to put me back in charge or the LJNT deal is dead."
- 15. Ami Shafrir's comments struck me as odd and inappropriate given that I had witnessed his signature on the resignations from the Board of both Worldsite and Amtec.

Security guards were summoned to remove Ami Shafrir

from the premises. Ami was escorted out by the guards. The principals of UB Network literally ran away from the suite without signing the agreement, as a direct result of Ami Shafrir's explosive behavior and hostility. They informed me and Sarit Shafrir that the threat of litigation by Ami Shafrir would jeopardize their IJNT public offering.

17. I have witnessed Sarit Shafrir's efforts to reduce

the losses to the companies, and believe that her negotiations with UB Networks and IJNT would have been successful if Ami had not sabotaged the negotiations. Without Sarit Shafrir's day to day management and leadership, the Worldsite and Amtec companies would not survive. In my opinion, no other investment funds will be forthcoming unless Sarit Shafrir is permitted to continue her efforts on behalf of the corporations.

In my presence, Ami Shafrir

stated that he would deny the diversion of corporate funds.

18. In late January 2000, in my presence, Sarit Shafrir questioned Ami Shafrir about \$100,000 loan from an individual, Daniel Maman. Ami stated, "I did not borrow any money from him. If he says I signed something, I will deny it. It will take years to prove I signed things. Sarit is wasting time talking about these things since she'll never get any money back." As Sarit began to discover these transactions, Respondent escalated his attempts to conceal his misfeasance, and his interference with Sarit's efforts on behalf of the companies.

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19. On behalf of SBN, we urge the court to deny
Respondent's request for any change to the corporation or its
management, since we perceive such a change to be very detrimental
to the corporation and their financial viability.

I declare, under penalty of perjury, under the laws of the State of California, that the foregoing is true and correct.

Executed March 11, 2000, at Los Angeles, California.

PANIEL NISHRIE

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