2 BOWLES & MOXON 6255 Sunset Blvd., Suite 2000 3 Hollywood, CA 90028 (213) 953-3360 Jonathan W. Lubell 5 MORRISON COHEN SINGER & WEINSTEIN 750 Lexington Avenue New York, New York 10022 (212) 735-8600 7 2/7/94 Attorneys for Plaintiff 8 CHURCH OF SCIENTOLOGY INTERNATIONAL 9 10 UNITED STATES DISTRICT COURT 11 FOR THE CENTRAL DISTRICT OF CALIFORNIA 12 13 CHURCH OF SCIENTOLOGY CASE NO. 14 INTERNATIONAL, a California Non-CV 91-6426 HLH (Tx) Profit Religious Organization, 15 DECLARATION OF MARC YAGER Plaintiff, 16 VS. 17 STEVEN FISHMAN and UWE GEERTZ, 18 Defendants. 19 20 I, MARC YAGER, declare and say: 21 I am over 18 years of age and a resident of California. 1. 22 I am submitting this declaration in support of plaintiff's notice of compliance in the matter of Church of Scientology 23 24 International v. Fishman, Geertz, United States District Court, Central District of California, No. CV 91-6426 HLH (Tx). I have 25 26 personal knowledge of the matters set forth herein and, if called upon to do so, I could and would competently testify thereto. 27 28 Since joining the Sea Organization, the religious order 2.

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Timothy Bowles Kendrick L. Moxon

within the Scientology religion, in the summer of 1974, I have worked in a wide range of administrative positions at various levels of the Commodore's Messenger Organization ("CMO"), including, from 1982 to July 1987, service as the Commanding Officer of CMO International and Chairman of the Watchdog Committee ("WDC"). From July 1987 to June 1993, I held the position of the Inspector General for Administration in Religious Technology Center ("RTC"). The duties of this position were to ensure the purity of the Administrative technology of the Scientology religion. The Church of Scientology International is, and always has been since its inception, the Mother Church of Scientology. CSI sees to the management and operations of Scientology around the world. RTC is concerned with the purity of the religion's theology and practice and ensuring that it is in accordance with the writings and spoken words of Mr. Hubbard that detail the religion of Scientology.

3. In June 1993, I resumed the position of Commanding Officer of CMO and Chairman of the WDC. Due to the ongoing expansion of various Churches of Scientology, a great demand was placed at that time on senior CSI officials to accommodate the needs of Scientologists in Churches around the world. Most importantly, this affected the Flag Service Organization—the Church of Scientology delivering the highest levels of the religion in Scientology. To accommodate this expansion, in June 1993, CSI requested that certain RTC staff with previous experience in CSI, specifically me and Mr. Mithoff, be available to assist with this expansion. This would allow the then Commanding Officer CMO International and Senior C/S International

to engage directly in activities at the FSO. At that time, RTC had just completed a massive project involving me as Inspector General for Administration, Mr. Mithoff as Inspector General for Technology and Mr. Rathbun as Inspector General for Ethics, that entailed the review of all Church scriptures to authenticate them as the original writings of Mr. Hubbard or bring them into accord with Mr. Hubbard's actual writings if any alteration had occurred. This project encompassed over 50 million words comprising 30 encyclopedic-sized volumes, 22 individual books, over 100 individual Scientology training courses and thousands of pages of handwritten materials. At the completion of this project, it was determined by RTC, in consultation with me and Mr. Mithoff, that it would be to the benefit of the religion to accommodate CSI's request.

- 4. As the Commanding Officer of the Commodore's Messenger Organization International (CMOI) and Chairman of the Watchdog Committee (WDC), I am the senior administrator and ecclesiastical authority of plaintiff Church of Scientology International (CSI). In this capacity, I am ultimately responsible for the success of CSI's mission as Mother Church: to ensure the proper expansion and positive influence of the Scientology religion worldwide and, in so doing, to achieve the aims of the religion. Those aims, in the words of the religion's Founder Mr. Hubbard, are a "civilization without insanity, without criminals and without war, where the able can prosper and honest beings have rights, and where man is free to rise to greater heights."
- 5. CSI fulfills the above mission through its ecclesiastical management, including provision of broad planning

and direction, to the hundreds of Scientology churches, missions and groups that form the religious hierarchy. While local churches of Scientology are governed by their own boards of directors and officers, CSI, with more than 1500 staff at its Los Angeles headquarters, Golden Era Productions, in Riverside County, California and elsewhere around the world, assists these churches in a number of ways. CSI provides ecclesiastical guidance to each Scientology organization, coordinates religious activities, provides training, spiritual guidance and materials to subordinate churches to assist their growth and meet the demand for Scientology religious services worldwide.

- 6. The Watchdog Committee is the highest ecclesiastical authority in CSI. It is responsible for seeing that all parts of the ecclesiastical hierarchy perform their functions in accordance with the scriptures of the religion.
- 7. As the WDC Chairman and the Commanding Officer CMOI, I direct the activities of a large, international church. I am responsible for the financial planning for CSI and for ensuring the long-term future of the religion through safeguarding its financial reserves. I appoint all senior officials of CSI. I, along with the Executive Director International and the Executive Strata, a division of CSI, also formulate long-term planning for the expansion of all Churches of Scientology. My supervision of the expansion of the religion also extends to the training of ministers and other executives and staff in the hierarchy, providing guidance on the propagation of the religion and, most importantly, the delivery of Scientology's religious services to parishioners. I carry out my responsibilities based on 19 years

- 8. From my 19 years of staff service in Scientology, I have acquired an intimate working knowledge of the administrative policies and practices of the religion, as well as the corporate and ecclesiastical organization and activities of the hierarchy of the Churches of Scientology.
- 9. I have never met defendant Steven Fishman. I have never spoken or corresponded with this individual. I have also never met, spoken or corresponded with defendant Uwe Geertz. I would not know either of them if I saw them. Nor was I involved in any way in CSI's decision to bring this lawsuit. I have had no involvement with this litigation at all, other than preparation of this declaration and making arrangements to be available to testify in deposition in this case.
- 10. I understand that this lawsuit arises out of statements Fishman and Geertz made to <u>Time</u> magazine reporter Richard Behar which were published in the May 6, 1991 issue of that magazine. I recall reading that article shortly after its publication. Both at that time and at all times between then and now, I understood the statements by Fishman and Geertz to refer to CSI.
- 11. I understand that Fishman was convicted of an elaborate mail fraud scheme involving class action lawsuits. His accusation that CSI was involved in any such scheme is false. Based on my extensive experience in the administrative affairs of CSI, I can state that CSI has never engaged in any sort of financial scam. Any such action by any Scientologist would not be condoned by any Church of Scientology. Commission of

financial frauds, including the crimes of embezzlement, fraud and the like, carry not only the criminal penalties that society imposes, but also severe ecclesiastical penalties, including expulsion from the Scientology religion.

- 12. I understand that following his 1988 arrest by the FBI, Fishman claimed that he was receiving "threats" or "orders" from staff members of CSI to murder his psychologist, Geertz, and to commit suicide or, as Fishman puts it, "do an EOC" or "end of cycle." There is no such term or phrase as an "EOC" used in Scientology, nor any reference to suicide as "doing an EOC" or an "end of cycle." Moreover, there are no policies or practices in the Church relating to suicide or murder, other than to condemn such actions. The concept of forced suicide or murder is so preposterous it goes against the very Creed of the Church which I have dedicated my life to support. As a senior Scientology executive, I can say that my religion's scriptures are diametrically opposed to and completely at odds with Fishman's false assertions of our beliefs and values.
- 13. I understand that Mr. Fishman claims that in November, 1985, Mr. Miscavige and I met with him in Clearwater, Florida. No such meeting ever occurred. I do not know this man and have never met him. The alleged subjects of that Clearwater "meeting," including the "five year plan" for Mr. Fishman, "operation acting classes," Fishman's building of the world's largest privately held library of Mr. Hubbard's writings and Fishman's "de-Christianizing" of the planet, are figments of his imagination. There are no such concepts as "five year plan" in Scientology or any of its churches. I have no idea whatsoever

what "operation acting classes" means. Mr. Fishman's claim that we discussed solicitation of donations is preposterous as CSI does not engage in such activity, and I have never been involved in any such activity in all my years as a staff member. I also understand that Mr. Fishman refers to Mr. Miscavige in this alleged November, 1985 meeting as "CO RTC." There has never been such a post title or abbreviation in the history of RTC. In any event, Mr. Miscavige was not employed by RTC until 1987.

- 14. I understand that Fishman also claims to have travelled with me as Inspector General for Administration to the Flag Service Organization in Clearwater in November, 1986. These assertions are false. I never have travelled anywhere with Mr. Fishman and did not become the Inspector General for Administration for RTC until July, 1987.
- 15. I understand that defendants have retained former
 Scientologists Robert Vaughn Young and Stacy Young as consultants
 and witnesses in this lawsuit and that the Youngs have made
 sensational statements regarding CSI, the hierarchy of the
 religion and some of the religion's leaders and spokespersons.
 Contrary to their assertions, neither of these individuals has
 ever held a senior executive or ecclesiastical management post in
 CSI, RTC or, to my knowledge, any other Church of Scientology.
 While a great majority of the Youngs' assertions are demonstrably
 false, one of the more remarkable is Vaughn Young's claim that
 CSI is a "mere shell," "ruse," "Hollywood set" and the like. From
 my personal experience with CSI over the past 13 years, this
 statement is completely untrue. CSI's recognition by the IRS as
 the tax-exempt Mother Church of the Scientology religion,

confirms that CSI is anything but a "shell." CSI manages on a daily basis the exponential growth of a major religion with a staff of 1,500 people.

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I understand that defendants, as well as the Youngs, have made allegations that there is no corporate integrity to the management and organization of Scientology Churches, including CSI and RTC. Having been a staff member of both RTC and CSI, I can state from personal experience that such accusations of "unity of control" and lack of corporate integrity are entirely without basis in fact. RTC is and always has been the holder and licensor of the trademarks and service marks of Scientology and Dianetics (the "marks"), concerned with ensuring the proper maintenance and standard application of Mr. Hubbard's technology. Much of RTC's activities center on the actual registration of the religious marks all over the world. RTC is not part of the management structure of the Church hierarchy. It has the unique mission of safeguarding the proper use of the marks, protecting the public from improper use and ensuring that the marks remain in good hands. David Miscavige, as Chairman of the Board of RTC, is entrusted with primary responsibility in carrying out these tasks and devotes his energies full time to this endeavor. Mr. Miscavige's position requires periodic reports and public presentations to Church members and the media on the religion of Scientology and its expansion around the world. He is not a manager of any other organization in the Church hierarchy, including CSI.

17. I have personal knowledge and familiarity with the differences and functions of RTC and CSI. RTC's role is to

ensure that the religion is kept pure. On the other hand, CSI's primary focus is the daily ecclesiastical management of Churches around the world. Several echelons of management exist in CSI to perform such functions, including the: A) Flag Bureaux, responsible for the week-to-week activities of Scientology Churches around the world; B) Executive Strata, responsible for long-term planning and expansion of Churches of Scientology; and C) Watchdog Committee assisted by CMO International which sees to the performance of all such activities. Various other units also exist in CSI to facilitate these activities such as Golden Era Productions which produces Scientology films, and the Translations Unit which translates the materials of Dianetics and Scientology into foreign languages.

- 1. CSI as the Mother Church, carries out all international management functions for the religion of Scientology. RTC's role is entirely different. Anyone with any knowledge of either RTC or CSI would know statements to the contrary are simply false.
- 2. To the best of my knowledge, Vaughn Young and Stacy Young were never employed by either CSI or RTC. If either or both were employed by CSI, it would have been in a low level staff position as they never came to my attention.

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

Executed this 7th day of February, 1994 at Riverside County, California.

Marc YAGER CATES