

AFFIDAVIT OF ROBERT DAM

I, ROBERT DAM, being duly sworn, do hereby state:

1. I am over the age of 18 and I have personal knowledge of the matters set forth in this affidavit.

2. I have been a Church of Scientology parishioner for many years and have primarily received religious services with one of the Churches of Scientology in Europe. I consider myself to be a very active and dedicated member of the Scientology religion.

3. I am a printer by profession. In my professional capacity, I have been directly involved with the printing of the various Church of Scientology magazines since 1991. These Church magazines are key to the dissemination of the religion and therefore the expansion of the Church internationally.

4. Recently, I have been receiving counseling at the Church of Scientology Flag Service Organization, Inc ("FSO") and have realized that to some degree, I have been involved in the printing of these materials for the wrong purpose, which was to make a personal profit as opposed to assisting the Church in its expansion activities, which I should be supporting as a Scientologist. I decided after this counseling to make this confession in order to make amends for my misdeeds.

5. I attempted to get a printing company, "N B ROTATION", to set up a line where they would do the various Church's printing and bill the Churches directly and give me a 10% commission. I intended to set it up but didn't. This gives an indication as to

RD

my general intentions as regards making money off the Church. I went so far as to submit a quote to the staff member in charge of printing the Church magazine, but left out the detail that I would get a 10% commission personally. This occurred in August 1996. The deal did not go through however.

6. In 1994 I drew up a contract for three printing companies in Zimbabwe to not supply the Churches directly but to deal through me. One company signed the contract and the other two agreed to it but did not sign so it was not activated. But I did receive from one company about a 500 US dollar discount on my next printing job for one of the Churches and I charged the Church the same price and pocketed the 500 dollars instead of deducting it from the Church's bill.

7. I have also reviewed the various printing jobs that I have done and which were incorrectly done or poor products that I should not have charged for in full or in part. I have figured out that I should repay an amount of \$ 30,259.15 to the Church for money I accepted which I should not have charged for. I have gone through each one of the magazines below and what I did that was incorrect.

8. Auditor Magazine 266, August - November 1993, had a 16 page color supplement. The Italian copies had two lines that were too yellow and not distinct lines. There were also some slight smudges on the English edition and in total about 10% of the Italian and English copies that had products. I should have refunded Advanced Organization Saint Hill Europe about 15,000 Danish Kroner at 5.85 DKR per US dollar which comes to \$ 2,564.

9. Advance Magazine 115, December 1993, had an insert which

RD

had a photograph that was too orange. This error costs about 12,250 DKR which comes to about 2,094 US dollars. Additionally, about 5 % of the total mailing had some spots or smears on in the magazine. This error comes to about 5 % of 187,000 DKR paid which is 9,500 DKR or 1,623 US dollars. This magazine was printed in Africa where it was cheaper. I knew the printing company was not totally reliable but they were only one of two who had the particular press needed and the other company did not have the paper. I had not noticed the smears/spots when I did the press checks during the printing and it was not discovered until spotted by a Church staff member from the Danish Church.

10. The German translation of Auditor 270, July 1994, had the face of person coming out too pink in about 6.5 % of the total magazines produced. The total billing for this magazine was 85,000 DKR of which 6.5 % comes to 7,000 DKR or 1,196 US dollars.

11. In Advance magazine 121, December 1994, about 30 % of the Italian edition had a big black spot on one of the photos. This was in about 6,000 copies costing about 2.5 DKR each or a total of 15,000 DKR. This comes to about 2,564 US dollars that should have been refunded.

12. Advance magazine 122, issued February 95, was a bad product and I refused to pay the printer for them. They were smeared or spotted. However, I collected \$ 18,000 dollars from the Church and argued the printers down to \$ 11,200 dollars. This was \$ 7,300 dollars less. I had to spend a lot of extra time handling the printers and felt I should have given the Church half of the

RD

\$ 7,300 I saved. I therefore should have refunded \$ 3,650 dollars to the Church.

13. With Auditor minor magazine 272, issued April 95, I negotiated with the post office to get the postage fee lessened by getting the post office to agree to mail the particles for a weight fee of less than 20 grams per magazine. However, the Church had already paid me for a rate of over 20 grams per magazine. I made about \$ 5,042 dollars by keeping for myself the difference in weight when I should have refunded \$ 2,521 of it to the Church.

14. With Advance magazine 124, issued December 1995, 10 % of the 26,000 magazines printed had the front cover with pink letters that should have been white letters. The printing cost is 2.5 DKR per magazine which is 65,000 DKR total of which 10% is 6500 DKR or \$ 1,111 dollars that should have been refunded to the Church. Additionally, 15 % of the English version had spots on the back cover. There were 17,000 copies printed at 2.5 DKR each which is 42,500 DKR total, minus 15 % or 6,375 DKR which comes to \$ 1,090 dollars that should have been refunded.

15. Additionally, in 1996 I made more than I feel that I should have made. I feel I should pay back an amount of \$ 11,846.15 to the Church as an exchange.

16. In 1991, I did a printing in Malaysia. My normal routine was to stay at the printers to see that the printing was going OK throughout the printing process. However, this time I took 3 - 4

D

days and goofed off. Consequently about 50% of the Advanced Magazine for the Danish Church was a bad product as they had spotted pages.

17. As stated above, recently I participated in a program including spiritual counseling to begin to confront what I have done that is unethical and violates Church policy. I realized that I needed to relieve myself of these above transgressions. During this program I have had a number of realizations and it was through this spiritual counseling that I was able to start taking responsibility for my actions covered above. I fully intend to make restitution for these errors covered above, now that I have fully confronted my own responsibility in these errors.

18. Although I have committed the unethical acts mentioned above, my Church has really helped me a lot. They have given me hours of personal care, including spiritual counseling and training and I know that I am doing better in life due to their help and I am grateful for this. It is for this reason that I decided to write this Affidavit and acknowledge what the Church has done to help me.

19. I am not under the influence of any drug, narcotic, alcohol or mind-influencing substance, condition or ailment such that my ability to fully understand the meaning of this Affidavit is adversely affected. I have read and fully understand the nature and content of this document, and sign it below voluntarily

and without any threat or duress.

IN WITNESS WHEREOF, I have set my hand and seal this 21st day of January, 1997.



ROBERT DAM

STATE OF FLORIDA

COUNTY OF PINELLAS

Sworn to and subscribed before me this 21st day of January, 1997 by Robert Dam, who is personally known to me or has produced as identification Danish Driver License # 10298737.
Exp 20 March 2001

Judith Marie Fontana
Notary Public - State of Florida



JUDITH MARIE FONTANA
COMMISSION # CC 411318
EXPIRES OCT 3, 1998
BONDED THRU
ATLANTIC BONDING CO., INC.

Notary Stamp