

Affidavit of  
Richard A. Cox

The purpose of this Affidavit is to establish source and dates documents were received.

I, Richard A. Cox of Domestic International Consultants (DIC), 19691 S.E. Semple Rd., Damascus, Oregon 97089, being duly sworn do affirm as follows:

1. I am the owner of Domestic International Consultants (DIC). DIC is an organization established/operating in Damacus, Oregon, specializes in Communications and Information Security or Electronic Countermeasures Services and Technology. DIC assist its clients in Communication Security and matters of privacy. We provide TSCM (Technical Surveillance Countermeasure) sweeps for electronic and telephone debugging, supplies, signal encryption products for telephone, fax and computers. We also supply countermeasure equipment, satellite telephones, access to armored vehicles, defensive driving courses and provides consultation in matters of privacy and communication security. Part of DIC marketing activities include presentations in Communications Security, Corporate Travel Safety/Security and other like activities to parties on an "as requested" basis. The DIC client base is reasonable broad in scope including commercial, corporate, government/embassy, industrial and residential clients. We consult of DIAM 50-3, NSA-65 DCID 1/21-1/22 compliance, Black Chamber and Shield Rooms to Mil I- 26600
2. Prior to becoming involved in DIC, I was employed by Portals of England as Manager of Special Projects & Facilities. My experience at that time was wide ranging in matters of security, safety, International contracts dealing with ICC regulations Documentary Letters of Credit and complex international cargo transport activities. I acted as Administration Liaison to the US AID project in Egypt titled "NOPWASD" - National Organization of Potable Water and Sanitary Drainage. Other activities under Portals and the division of L\*A Water Treatment division included work in China, India, Indonesia, South Korea, the Middle East, Europe, Africa and US Projects. Many of these projects were for nuclear installations. I also dealt in contract cancellation proceedings in US District Courts for Nuclear Installations like Illinois Power vs L\*A Water Treatment Division for the Corporation/ Company.
3. I have a Juris Doctorate Degree with specialization in International law. My undergraduate Courses were in Accounting ,Geology and Electronics. My degree was used in Business not Private Practice.
4. In December 1998 I was contacted ( via Phone) by Mr. Bill Sherwood of ASL Ltd. regarding the use of Communications Security equipment and to invite me to present at his seminar's on the topic of Communication Security. In 1999 we began a business relationship which resulted in delivery of communication security equipment to ASL for their use in protecting communications.
5. In January of 1999 Mr. Sherwood made the suggestion that perhaps DIC clients may also want asset protection which he and ASL Ltd. could assist them in achieving this via the creation of Asset Protection Trusts. He suggested my involvement would be limited to referral of interested clients to ASL for that activity and ASL in turn would refer their clients to DIC for Communications Security products and services.

6. As I was not familiar with asset protection trusts as offered by Mr. ASL, I endeavored to do my own due diligence as evidenced by the following:

A. I acknowledge that I received a fax from Bill Sherwood of ASL on 1/14/1999 which was in response to 4 previous fax communications of DIC to ASL requesting evidence of compliance to IRS and US Laws. (See attachment A - 3 pages) which includes:

1. Cover fax of January 14,1999 from Bill Sherwood
2. Letter of January 14,1999 from Innis and Innis
3. IRS Private Ruling letter dated August 23, 1998

B. I acknowledge that I wrote a "Memo to file" dated March 27, 1999. Attached to the memo is a copy of the documents I discussed with IRS employees at Lloyd Center Mall, Portland Oregon on March 27, 1999. These documents were the fax of January 14,1999 from Bill Sherwood of ASL, the letter of Inniss and Inniss dated January 14,1999 and the IRS Private Ruling Letter dated August 23, 1998. (See attachment B - 4 pages)

C. I acknowledge that I accepted an invitation to make a presentation on "Privacy and Communication Security" at a Wealth Masters International Legacy II Seminar April 29-May 5, 1999 at the Rex Halcyon Cove Resort in Antigua, W.I. I acknowledge that on April 30,1999 while at that seminar, Mr. Bill Sherwood of ASL Ltd. was handing out copies of an IRS Private Ruling letter dated August 28, 1998 to various participants and I asked for and received a copy. At the time Bill said he believed I was sent one in a January fax I said I still would like a copy just in case none were in the file. ( See attachment C - 3 page)

D. I acknowledge that I received a fax from Mr. Bill Sherwood dated May 7, 1999 which included page 3 of a signed referral agreement between ASL and DIC and a letter dated April 12, 1999 . I acknowledge that I received the letter addressed to "To Whom it May Concern" from G A Dwyer Astaphan, Minister on a letterhead of the Saint Christopher and Nevis Government- Minister of Tourism, Culture & Environment. (See attachment D - 3 pages))

E. I also acknowledge that I accepted an invitation to speak on "Privacy and Communication Security" at a seminar hosted by Wealth Masters at the Royal St. Kitt Jack Tar Village Resort in St. Kitts, W/I. on November 5,1999. I acknowledge that while at this seminar, Mr. Bill Sherwood was handing out copies of the IRS Private Ruling letter dated August 23, 1998 to various participants and I asked for and received a copy at that time. (See attachment E - 2 pages)

The statements made in this affidavit are true. The documents attached to this affidavit are copies of ones received by Richard A Cox via fax or in person except for the "Memo to file" dated March 27, 1999 which I wrote personally. The attachment to the "Memo to file" were as received by fax from ASL in fax of January 14,1999.

Attachment included and made a part of this affidavit.  
The affidavit and attachments equal a total of 17 pages.

 1/19/2010

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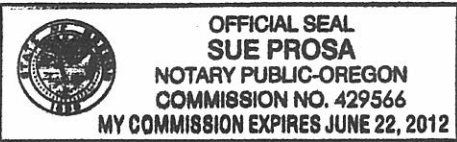
A. I acknowledge that I received a fax from Bill Sherwood of ASL on 1/14/1999 which was in response to 4 previous fax communications of DIC to ASL requesting evidence of compliance to IRS and US Laws. (See attachment A - 3 pages) which includes:

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**GENERAL ACKNOWLEDGMENT**

State of <u>OREGON</u>	} ss.	On this the <u>19<sup>th</sup></u> day of <u>January</u> <u>2010</u> before me.
County of <u>CLACKAMAS</u>		<u>Sue Prosa</u> the undersigned Notary Public, personally appeared <u>Richard A. Cox</u> <input type="checkbox"/> personally known to me <input checked="" type="checkbox"/> proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) <u>is</u> subscribed to the within instrument, and acknowledged that <u>he</u> executed it. WITNESS my hand and official seal. <u>Sue Prosa</u> Notary's Signature
		

in fax of January 14,1999.

Attachment included and made a part of this affidavit.  
The affidavit and attachments equal a total of 17 pages.

*Richard A. Cox 1/19/2010*

**ADMINISTRATIVE SERVICES, LIMITED**  
**P.O. BOX 1431**  
**BASSETERRE**  
**ST. KITTS**  
**WEST INDIES.**

**FAX 1 869 466 8063**

January 14, 1999.

Domestic International Consultants-Richard Cox

Fax: 503-658-6254

Dear Richard:

This is written in response to your fax of January 4, 1999 and your questions in respect to Trusts, bank accounts and the issue of IRS legality.

The tax relationship under IRS regulations, per our Attorney, no tax obligation exist if the Asset Protection Trust does no business in the United States in the Trust name.

An Off Shore bank account at Swiss America Bank in Antigua in the Trust name is not illegal for a US citizen who is acting as an administrator for a Trust. If the individual transfers funds that were earned off shore to a US bank then taxes are due on the money that is transferred. It is not illegal to be US signatory on an offshore account. If you were to leave money from our referral program in an off shore account it could be used for the procurement of a condo at Paradise Villas Estates, that would not be a taxable event. This is so because you earned the funds and spent them outside of the US.

This is why the referral program may benefit both you and your business clients.

With our very best regards,

Yours sincerely  
ADMINISTRATIVE SERVICE, LIMITED



Bill Sherwood,  
C E O



# INNISS AND INNISS

BARRISTERS-AT-LAW AND SOLICITORS  
NOTARIES PUBLIC

Attachment A  
page 2 of 3

Sir Probyn Inniss, MBE, B.A. DPA, FBI.M.  
Angela J. Inniss, LL.B. (Hons.), U.W.I.

14<sup>th</sup> January 1999

Mr. Richard Cox  
Domestic International Consultants  
12042 S. E. Sunnyside Road  
Suite 490  
Clackamas, Oregon 97015  
U.S.A.

Dear Mr. Cox

Mr. Bill Sherwood of Administrative Services Limited(ASL) requested that I respond to your questions on their Asset Protection Trust(Trust) and Complex Business Organizations(CBO's) standing in respect to U. S. Internal Revenue Service Rules and Regulations. My office has been doing legal work for clients of and ASL since 1985, during that time we have found the trust structures have proven to be a viable technique for protection of personal assets.

From the start ASL retained a U. S. Attorney, Mr .Joe Izen Jr. of Bellaire, Texas to review the trust for compliance with U. S. law and IRS regulations. After his review of the trust and CBO's changes were made in documents , and they were then submitted by Mr Sherwood to the IRS office in Puerto Rico for review and approval. Mr. Izen remains on current retainer to maintain compliance of these structures with IRS regulations. On August the attached IRS Private Ruling Letter 19981007 was received by Mr Sherwood from IRS in Puerto Rico It indicates that the Trust/CBO's are compliant with IRS regulations, and further stipulates that since they are "Non Grantor Trust" no annual reporting on forms 3520 or 3520A is required by U.S. taxpayers on the annual 1040 tax filing. The only requirement on U.S. taxpayers is that they report income to the Trust/CBO's in the year earned on their 1040 filings. Should you open a Foreign Bank account for the Trust/CBO's ASL as the Trustee for these Trust signs off the US Treasury Report on Foreign Accounts and mails them in for Trust, administrators have no control over Trust or its accounts thus the Trust/CBO assets are protected from third party seizure or intervention.

We have reviewed the Structures and the Non Grantor status with 3 US CPA's including Mr Richard Carlson of Atlanta, Georgia, all confirmed they are legal and no annual IRS 3520 or 3520A forms need to be filed.

A referral relationship may develop between your Company and ASL which will be good for clients of both Companies, who receive Asset and Communications Security Protection which is essential in our World today.

I believe above pro bono information should set your mind at ease in respect to APT/CBO's, we have sought for approval from the federation of St. Kitts /Nevis a formal letter on the legality of these structures and their compliance with U.S. laws and IRS rules and regulations.

With best wishes.

Yours sincerely  
INNISS AND INNISS

Per;

  
Sir Probyn Inniss  
Solicitor