



May 5, 2005

**Via Federal Express**

Terence Dunn  
Interarts Productions, Inc.  
1007 Montana Avenue  
Suite 707  
Santa Monica, CA 90403

Dear Mr. Dunn:

I have received your letter dated April 26, 2005. We are still waiting to receive the information we requested from you concerning the communications you have had with employees of DreamWorks Animation or DreamWorks Studios regarding "the concept of a panda bear doing martial arts" or your work. Please refer to my February 24, 2005, letter to you, a copy of which is enclosed. Although you have mentioned a meeting with Lance Young and subsequent phone calls, we previously asked you to provide us with the dates of such communications, detailed descriptions of what was discussed and what materials you provided. Despite our request, none of this information has been provided by you to date. Your providing us with such information is essential to our further investigation and discussions.

This does not constitute a complete statement of the facts or DreamWorks Animation's position concerning this matter, nor of DreamWorks Animation's legal or equitable claims, causes of action, allegations and/or defenses, all of which are hereby reserved. Nothing contained in or omitted from this letter may be construed to be an admission by DreamWorks Animation or a waiver of any of its rights or defenses.

Very truly yours,

A handwritten signature in cursive script that reads "Katherine Kendrick".

Katherine Kendrick