

EXHIBIT "G-1"

1 THE COURT: I have the reporter here and we are conducting a hearing in
2 connection with the settlement of Cause No. D-880162, Stark, et al vs. Stark, et al. We
3 are conducting the hearing by telephone. As attorney for the plaintiffs is Mike Gallagher,
4 and Ralph Carrigan is representing certain defendants along with Roy Wingate.

5 Gentlemen, it's my understanding that you have reached a settlement in this case
6 and you wish to state that of record.

8 MR. GALLAGHER: Yes, sir.

9 MR. CARRIGAN: Yes, sir.

10 THE COURT: Mr. Gallagher, state for the record the terms of the settlement
11 agreement.

12 MR. GALLAGHER: Yes, sir. The settlement agreement that I have entered into
13 on behalf of all beneficiaries, both those who would have taken under Ida Marie Stark and
14 under the estate of Homer Stark, is that the case will be settled for five million dollars and
15 the amount will be divided equally between Homer Stark's assignees and Ida Marie Stark
16 and her children.

18 Yesterday when we had the hearing in court, I asked the Court to approve the
19 settlement as agreed upon by me previously with Mr. Carrigan and I wanted it to be of
20 record so it will be binding on him and his clients as I am sure Mr. Carrigan is interested in
21 having it binding on me and my clients.

23 MR. CARRIGAN: That is affirmed. Putting the settlement on record, and also the
24 agreement for a dismissal will be submitted to the Court to close out the case.

25 THE COURT: Anything further from either side?

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MR. GALLAGHER: Nothing from the plaintiffs, Your Honor.

MR. CARRIGAN: Nothing from Mrs. Stark, Your Honor.

MR. WINGATE: I concur in that on behalf of the Stark Foundation.

THE COURT: I am making a docket entry. The Court having heard the evidence concerning the agreed settlement of this matter as related by the plaintiff and confirmed by defense counsel, the Court finds the settlement to be a fair agreement and in the interest of all concerned and the Court will approve the agreement as announced of record, with the reporter taking the conference down, and will render judgment in accordance with the settlement that has been announced.

MR. GALLAGHER: That is correct.

THE COURT: Mr. Carrigan, are you preparing the papers?

MR. CARRIGAN: Yes, sir, Your Honor. Part of them are floating around here now.

THE COURT: Thank you, gentlemen.

(PROCEEDINGS CONCLUDED)