

CONFIDENTIAL

Re: Marc Headley

We have now confirmed that Mark Headley is the anonymous poster "Blown for Good" and also that he is the person who tried to sell the Tom Cruise Birthday video to Inside Edition. *This is not overtly usable data at this point, and the highest priority is to make it so.*

Specifics are as follows:

Headley called KingWorld (parent company of Inside Edition and Oprah) and then subsequently spoke to Tony Coughlin at Inside Edition the day before Coughlin contacted us about the Tom Cruise Birthday video. 4 days ago, "Blown For Good" (BFG) posted (there have been no postings since the original ones in Mid-February) that Inside Edition had spoken to Karin Pouw who quickly turned the matter of the video over to XXXX. Coughlin must have told Headley about this when he was asking about turning over his identity as Coughlin was the only one who knew this data apart from Karin Pouw, Linda Hamel and Veronique.

The day after the first BFG postings on 14 Feb, Headley made four contacts to Jared Shapiro, at Star Magazine (who also writes for Life & Style). That evening, he also called Arnie Lerma.

The following day Headley made further contacts to Shapiro at Star Magazine. These were the last calls that show as being made to the Star Magazine.

On the 18<sup>th</sup> of February, Headley started contacting Life & Style Magazine and between the 18<sup>th</sup> and the 23<sup>rd</sup> of February he made six calls, including one for 62 minutes. Analysis of these magazines shows stories virtually every week that come from "insiders" and "anonymous sources" but nothing that would directly point to Headley – most of the falsehoods have related to the allegations that the marriage is breaking up and that her parents are in disagreement with their relationship.

He also made contact with the SP Times on February 24<sup>th</sup> (though this was 3 one minute calls, so it is likely he was leaving messages) and then had an 8 minute call on 10 March.

He has been in regular comm with Stefan XXXXX over the last 3 months.

On the 10<sup>th</sup> of March, Headley made a 12-minute call with Stefan XXXX

which was followed by a 43 minute call to Kingworld Productions (which owns Inside Edition). Headley called Tony Coughlan of Inside Edition on the 28<sup>th</sup> of March and the following day, Coughlan called the Church about the DVD of the birthday party on the ship.

Headley blew the base in January 2005. There is no data on what he took with him when he blew, though it is almost certain that rather than taking a DVD from the base, he downloaded the video onto his hard drive – either from the Avid or from the DVD authoring line. Claire blew 3 weeks later. Neither have done anything on their A to E steps since leaving, despite numerous promises from Claire that they intend to do so and her stated concern about wanting to be back in comm with her family.

Further confirmation that BFG is Headley is that Kirsten told Matt XXXX there was someone, clearly ex-base, posting entheta BS on the net. Matt said he was sure it was Headley because a) Matt learned through RD Willis back in January (RD called him to tell him Laxton had dropped his body – Matt said he has not talked with him since and won't) that Gold was likely going HD. Matt said he only told one person this and that was Marc H. (the HD posting was March 5<sup>th</sup>); and b) the cage fighting -- Marc is a major cage fighting fan and watches it monthly. (BFG is an avid cage fighter and talks about it in his initial postings.)

Ben Shaw was in touch with Robert Farley about the new delivery building last week. Farley said that he had been talking to someone who left the Church about two years ago (Headley left in January 2005) that he would name if he was going to use a statement from him in the article he was writing. BFG's first posting was about how the Super Power pilots were not done and this was the real reason for the building not opening.

Headley embezzled \$15,490 from Gold by selling equipment on Ebay which was discovered in January 2005. Basically he sold the equipment without authorization and transferred the money into his account. Most of the money was recovered (about \$13,000) but it is still a felony and there is a three-year statute of limitations on embezzlement. No police report was made at the time, however we have since learned that he also stole the DVD.

#### Handling:

1. While the preparations for the below confrontation are being prepared, get Marc's mother and brother (both Scientologists) and Claire's parents (Scientologists) contacted and debriefed to find out if they have any data that we don't about their PT activities and contacts. THIS NEEDS TO BE DONE NOW

2. Get this data made overt.

3. Put together a lawsuit based on the violations of his staff contract and non-disclosure agreements that Headley has signed. He has repeatedly violated this with his postings and contacts with the media. Include the fact that he has attempted to peddle stolen property.

Prepare an agreement that he has taken property of the Church, that in exchange for our not pursuing our legal remedies, he is returning all copies, that he agrees to honor his past agreements and keep confidential the information learned while in the Church, and he will not contact the media.

4. Prepare a letter to Headley from our attorney that he is to preserve all records connected with the DVD, any other property that he removed from CSI before he left, all email, etc.

5. See Headley (with Claire there) with the lawsuit and letter and confront him on what we know about what he has done. Go to his home unannounced so that he doesn't have a chance to prepare or get rid of any evidence or contact anyone. Confront Headley with the fact that we know that he is blowforgood and we know he stole the birthday DVD (theft). On top of that, the disclosures on the Internet violate the confidentiality agreements he signed while on staff. We have prepared a lawsuit. He will be shown the draft complaint (but it will not be left with him) and let him know that they are prepared to do what is necessary to secure our rights. Make it clear to them their options – they have just started a family and trying to establish himself and if he continues on the course he is on, he is looking at a lawsuit with the hassle and costs that go with it and that he is putting himself and Claire in the position of not being able to get back with their family. Or he can cooperate with us, cease his activities, do his A-E, withdraw any outstanding statements he has made to the media and get on with his life and not have us breathing down his neck and pursuing him legally.

6. Get a confession from Headley, including everything he has told the press, the falsehoods that he has helped them print, etc. They will obtain all copies of the DVD and any other materials that he has taken and get him to sign an agreement that in exchange for not pursuing our claims he will agree to not disparage or further breach his agreements.

7. Get Stefan XXXXX's lines checked to determine his exact role in this situation and based on the data gathered, execute a handling to get him to cease and desist.

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