

UNITED STATES DISTRICT COURT
WESTERN DISTRICT OF WASHINGTON
AT SEATTLE

CASCADE YARNS, INC., a
Washington corporation,

Plaintiffs,

v.

KNITTING FEVER, INC., a New York
corporation, DESIGNER YARNS,
LTD., a corporation of England,
FILATURA PETTINATA V.V.G. DI
STEFANO VACCARI & C. (S.A.S.),
an entity organized under the laws of
Italy; SION ELALOUF, a natural person,
DIANE ELALOUF, a natural person,
JAY OPPERMAN, a natural person,
DEBBIE BLISS, a natural person,
DAVID WATT, a natural person, and
DOES 1-50,

Defendants

Case No. C:10-00861 RSM

**DECLARATION OF SION
ELALOUF IN OPPOSITION TO
CASCADE'S SECOND MOTION
FOR LIMITED EXPEDITED
DISCOVERY**

NOTE ON MOTION CALENDAR:
December 24, 2010

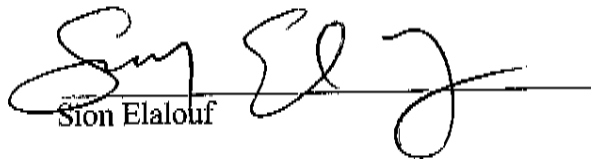
I, Sion Elalouf, declare as follows:

1. This declaration is based on my personal knowledge and, if called upon to do so, I would and could testify competently as to the matters set forth herein.
2. I am President of Defendant. Knitting Fever, Inc. ("KFI"), an importer and wholesale distributor of knitting yarns.
3. In the regular course of its business, KFI introduces and discontinues various styles and types of knitting yarns.

4. KFI has recently discontinued its sale of Louisa Harding Kashmir DK. Nonetheless, in view of the pending litigation with Cascade Yarns, KFI has retained, and will preserve, several packs of Louisa Harding Kashmir DK for purposes of this litigation.

I declare under penalty of perjury under the laws of the United States of America and the State of New York that the foregoing is true and correct.

Executed on December 20, 2010 at Amityville, New York.


Sion Elalouf

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MOTION FOR LIMITED EXPEDITED DISCOVERY
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