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March 4, 2003

VIA TELECOPY AND COURIER

City Manager
City of San Diego
202 C Street (Room 9A)
San Diego, California 92101
Attention: Mr. Bruce Herring
Deputy City Manager

City Attorney
City of San Diego
1200 Third Avenue, Suite 1620
San Diego, California 92101-4199
Attention: Leslie J. Girard, Esq.
Assistant City Attorney

Re: 1995 Agreement for Partial Use and Occupancy of San Diego Jack Murphy Stadium, dated May 30, 1995 (as amended, the "Agreement"), between the City of San Diego (the "City") and the San Diego Chargers (the "Chargers")

Dear Gentlemen:

Now that the Citizens' Task Force on Chargers Issues has completed its work and approved its final report, the time has come for the City and the Chargers to pick-up where the Task Force has left off and begin negotiations pursuant to the terms of the Agreement. In order to facilitate such negotiations, the Chargers hereby advise you that a "Triggering Event" (as defined in the Agreement) has occurred. This letter shall serve as the Chargers' Renegotiation Notice pursuant to Section 31(b)(i) of the Agreement.

Since November 2002, the Chargers have extended to the City an open invitation to have representatives of the City visit the Chargers' offices to review the Trigger Event calculation and the supporting data. Today, we renew that invitation. Please call me to arrange a mutually convenient time for the City to begin its review.

San Diego City Manager
San Diego City Attorney
March 4, 2003
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As you know, the delivery of this Renegotiation Notice causes the commencement of a 90 day period of negotiations between the City and the Chargers as prescribed in Section 32(b)(ii) of the Agreement. We are prepared to begin the negotiations immediately.

We look forward to hearing from you shortly and to a productive negotiation period.

Very truly yours,

Allan G. Mutchnik

cc: Dean A. Spanos
Mark A. Fabiani