



The Internet Corporation for Assigned Names and Numbers

TRANSMITTED VIA FACSIMILE, ELECTRONIC MAIL AND COURIER

25 June 2010

Mr. Michael J. Wolverton
123 Registration, Inc. (IANA ID 245)
252 Jungle Way
Sarasota, FL 34243

Mr. Michael J. Wolverton
123 Registration, Inc. (IANA ID 245)
PO Box 2600
Sarasota, FL 34230

RE: NOTICE OF TERMINATION OF REGISTRAR ACCREDITATION AGREEMENT

Dear Mr. Wolverton:

Please be advised that the Registrar Accreditation Agreement (RAA) between the Internet Corporation for Assigned Names and Numbers (ICANN) and 123 Registration, Inc. ("123 Registration") is terminated and consistent with the terms of the RAA, the termination shall become effective 16 July 2010. As explained in greater detail below, this termination is based on 123 Registration's failure to cure the breach set forth in ICANN's letter dated 3 May 2010.

ICANN demands that 123 Registration remove all ICANN trademarks immediately from 123 Registration's website and business materials that were licensed to 123 Registration under the terms of the logo license Appendix to the RAA, as this logo license is revoked.

Be further advised that VeriSign, Inc. (VeriSign), the registry for dot-net and dot-com TLDs, may commence deleting domain names currently managed by 123 Registration on 16 July 2010, or shortly thereafter, based on 123 Registration's failure to cure breaches cited by VeriSign in its notice of breach of registry-registrar agreement. You

Brussels
Sydney
Washington, DC
Marina del Rey

6 Rond Point Schuman, Bt. 5
Level 2, 48 Hunter Street
1875 I Street, NW, 5th Floor
4676 Admiralty Way, Suite 330

B-1040 Brussels
Sydney NSW 2000
Washington, DC 20006
Marina del Rey, CA 90292

BELGIUM
AUSTRALIA
USA
USA

T +32 2 234 7870
T +61 2 8236 7900
T +1 202 429 2704
T +1 310 823 9358

F +32 2 234 7848
F +61 2 8236 7913
F +1 202 429 2714
F +1 310 823 8649

<http://icann.org>



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are encouraged to contact ICANN's Registrar Liaison Team at RegTransition@icann.org to designate a bulk transfer recipient on or before 1 July 2010.

Failure to pay accreditation fees pursuant to Section 3.9 of the RAA

Section 3.9 of the RAA requires registrars to timely pay accreditation fees to ICANN, consisting of yearly and variable fees. 123 Registration currently owes ICANN \$2,569.49 in past due and current accreditation fees.

Notices regarding 123 Registration's past due accreditation fees, including detailed customer statements, were transmitted to 123 Registration on 26 March 2010 and 23 April 2010.

On 3 May 2010, ICANN sent 123 Registration a notice of breach of its RAA based on 123 Registration's failure to pay past due accreditation fees. 123 Registration failed to cure this breach in the time period allowed by the RAA.

Based on 123 Registration's failure to cure the breach of Section 3.9, and in accordance with Section 5.3 of the RAA, ICANN hereby gives 123 Registration notice that 123 Registration's accreditation will terminate on 16 July 2010.

Conclusion

Based on 123 Registration's failure to cure the breach set forth in ICANN's notice of breach dated 3 May 2010, ICANN is terminating the RAA, effective 16 July 2010. Additionally, ICANN is concerned that 123 Registration's failure to maintain valid primary contact information (non-working fax number) may be indicative of other operational problems. In the interest of protecting domain name registrants, ICANN must immediately commence the domain name transition process and solicit bids for a qualified ICANN-accredited registrar to manage the domain names currently managed by 123 Registration.

To facilitate the transition of the domain names currently managed by 123 Registration, ICANN will follow its De-Accredited Registrar Transition Procedure (Procedure) <http://www.icann.org/en/processes/registrars/de-accredited-registrar-transition-procedure-01oct08.pdf> to transition any names managed by 123 Registration to another ICANN-accredited registrar. We encourage you to read the Procedure in its entirety. Consistent with the Procedure, we are requesting that 123 Registration designate a bulk



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transfer recipient by 1 July 2010. Please contact ICANN's Registrar Liaison Team at RegTransition@icann.org to designate a bulk transfer recipient. We anticipate the full cooperation of 123 Registration during the transition process.

Kindly note, however, that your designation of a bulk transfer recipient does not prejudice ICANN's right to the Registration Data Escrow data and other rights under the RAA, as well as ICANN's right to transfer domain names to a registrar of our choosing pursuant to the Procedure.

Be advised that termination of 123 Registration's RAA does not relieve 123 Registration of the obligation to pay accreditation fees thereunder, which should be paid immediately. ICANN reserves the right to pursue all means available to collect all accreditation fees owed by 123 Registration, including the current amount of \$2,569.49.

It is ICANN's goal to protect registrants from unnecessary harm and we look forward to amicably resolving any domain name transition issues that may arise from this termination. Please feel free to contact me at stacy.burnette@icann.org if you have any questions or if I can be of assistance to you.

Very truly yours,

A handwritten signature in blue ink that reads "Stacy Burnette".

Stacy Burnette
Director, Contractual Compliance

Enclosure: Customer Statement