UNITED STATES DISTRICT COURT EASTERN DISTRICT OF CALIFORNIA SECURITIES AND EXCHANGE COMMISSION,) 2:08-CV-2252-GEB-DAD Plaintiff, v. FINAL JUDGMENT AS TO DEFENDANTS MATTHEW A. MATTHEW A. SARAD, JEREMY D. JOBE, SARAD, JEREMY D. JOBE AND AND TELOMOLECULAR CORP., TELOMOLECULAR CORP. Defendants.

The Securities and Exchange Commission has entered into agreements with each defendant and filed proposed partial judgments resolving the action against defendant; the Securities and Exchange Commission requests that partial judgments be entered against each defendant under Rule 54(b) of the Federal Rules of Civil Procedure. However, it has not been shown that partial judgments under Rule 54(b) are necessary; therefore, a single judgment will be entered in accordance with the Consents of Matthew A. Sarad, Jeremy D. Jobe and Telomolecular Corp., filed on September 25, 2008.

FINAL JUDGMENT AS TO MATTHEW A. SARAD

The Securities and Exchange Commission having filed a Complaint and Defendant Matthew A. Sarad having entered a general

appearance; consented to the Court's jurisdiction over Defendant and the subject matter of this action; consented to entry of this Final Judgment as to Matthew A. Sarad ("Final Judgment") without admitting or denying the allegations of the Complaint (except as to jurisdiction); waived findings of fact and conclusions of law; and waived any right to appeal from this Final Judgment:

I.

IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that

Defendant Matthew A. Sarad and Defendant's agents, servants,
employees, attorneys, and all persons in active concert or
participation with them who receive actual notice of this Final
Judgment by personal service or otherwise are permanently
restrained and enjoined from violating, directly or indirectly,
Section 10(b) of the Securities Exchange Act of 1934 (the "Exchange
Act") [15 U.S.C. § 78j(b)] and Rule 10b-5 promulgated thereunder
[17 C.F.R. § 240.10b-5], by using any means or instrumentality of
interstate commerce, or of the mails, or of any facility of any
national securities exchange, in connection with the purchase or
sale of any security:

- (a) to employ any device, scheme, or artifice to defraud;
- (b) to make any untrue statement of a material fact or to omit to state a material fact necessary in order to make the statements made, in the light of the circumstances under which they were made, not misleading; or
- (c) to engage in any act, practice, or course of business which operates or would operate as a fraud or deceit upon any person.

II.

IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant Matthew A. Sarad and Defendant's agents, servants, employees, attorneys, and all persons in active concert or participation with them who receive actual notice of this Final Judgment by personal service or otherwise are permanently restrained and enjoined from violating Section 17(a) of the Securities Act of 1933 (the "Securities Act") [15 U.S.C. § 77q(a)] in the offer or sale of any security by the use of any means or instruments of transportation or communication in interstate commerce or by use of the mails, directly or indirectly:

- (a) to employ any device, scheme, or artifice to defraud;
- (b) to obtain money or property by means of any untrue statement of a material fact or any omission of a material fact necessary in order to make the statements made, in light of the circumstances under which they were made, not misleading; or
- (c) to engage in any transaction, practice, or course of business which operates or would operate as a fraud or deceit upon the purchaser.

III.

IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant Matthew A. Sarad and Defendant's agents, servants, employees, attorneys, and all persons in active concert or participation with them who receive actual notice of this Final Judgment by personal service or otherwise are permanently restrained and enjoined from violating Section 5 of the Securities

Act [15 U.S.C. § 77e] by, directly or indirectly, in the absence of any applicable exemption:

- (a) Unless a registration statement is in effect as to a security, making use of any means or instruments of transportation or communication in interstate commerce or of the mails to sell such security through the use or medium of any prospectus or otherwise;
- (b) Unless a registration statement is in effect as to a security, carrying or causing to be carried through the mails or in interstate commerce, by any means or instruments of transportation, any such security for the purpose of sale or for delivery after sale; or
- (c) Making use of any means or instruments of transportation or communication in interstate commerce or of the mails to offer to sell or offer to buy through the use or medium of any prospectus or otherwise any security, unless a registration statement has been filed with the Commission as to such security, or while the registration statement is the subject of a refusal order or stop order or (prior to the effective date of the registration statement) any public proceeding or examination under Section 8 of the Securities Act [15 U.S.C. § 77h].

IV.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, pursuant to Section 21(d)(2) of the Exchange Act [15 U.S.C. § 78u(d)(2)] and Section 20(e) of the Securities Act [15 U.S.C. § 77t(e)], Defendant Matthew A. Sarad is prohibited, for five years following the date of entry of this Final Judgment, from acting as

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an officer or director of any issuer that has a class of securities registered pursuant to Section 12 of the Exchange Act [15 U.S.C. § 781] or that is required to file reports pursuant to Section 15(d) of the Exchange Act [15 U.S.C. § 780(d)].

V.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant Matthew A. Sarad is liable for a civil penalty in the amount of \$100,000 pursuant to Section 20(d) of the Securities Act [15 U.S.C. § 77t(d)] and Section 21(d) of the Exchange Act [15 U.S.C. § 78u(d)]. Defendant shall satisfy this obligation by paying \$100,000, plus post-judgment interest, pursuant to the terms of the payment schedule set forth in paragraph VI. below by certified check, bank cashier's check, or United States postal money order payable to the Securities and Exchange Commission. payment shall be delivered or mailed to the Office of Financial Management, Securities and Exchange Commission, Operations Center, 6432 General Green Way, Mail Stop 0-3, Alexandria, Virginia 22312, and shall be accompanied by a letter identifying Matthew A. Sarad as a defendant in this action; setting forth the title and civil action number of this action and the name of this Court; and specifying that payment is made pursuant to this Final Judgment. Defendant shall provide a copy of the payment and letter to Marc J. Fagel, Regional Director, Securities and Exchange Commission, 44 Montgomery Street, Suite 2600, San Francisco, CA 94104. Defendant shall pay post-judgment interest on any delinquent amounts pursuant to 28 U.S.C. § 1961. The Commission shall remit the funds paid pursuant to this paragraph to the United States Treasury.

VI.

Matthew A. Sarad shall pay \$101,175 in two installments according to the following schedule: (1) \$50,000 within 10 days of entry of this Final Judgment; (2) \$51,175, consisting of penalty of \$50,000 and post-judgment interest of \$1,175, within 365 days of the entry of this Final Judgment.

If Matthew A. Sarad fails to make any payment by the date agreed and/or in the amount agreed according to the schedule set forth above, all outstanding payments under this Final Judgment, including post-judgment interest, minus any payments made, shall become due and payable immediately without further application to the Court.

VII.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that the Consent of Matthew A. Sarad is incorporated herein with the same force and effect as if fully set forth herein, and that Defendant shall comply with all of the undertakings and agreements set forth therein.

FINAL JUDGMENT AS TO JEREMY D. JOBE

The Securities and Exchange Commission having filed a Complaint and Defendant Jeremy D. Jobe having entered a general appearance; consented to the Court's jurisdiction over Defendant and the subject matter of this action; consented to entry of this Final Judgment as to Jeremy D. Jobe ("Final Judgment") without admitting or denying the allegations of the Complaint (except as to jurisdiction); waived findings of fact and conclusions of law; and waived any right to appeal from this Final Judgment:

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I.

IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that
Defendant Jeremy D. Jobe and Defendant's agents, servants,
employees, attorneys, and all persons in active concert or
participation with them who receive actual notice of this Final
Judgment by personal service or otherwise are permanently
restrained and enjoined from violating Section 5 of the Securities
Act of 1933 [15 U.S.C. § 77e] by, directly or indirectly, in the
absence of any applicable exemption:

- (a) Unless a registration statement is in effect as to a security, making use of any means or instruments of transportation or communication in interstate commerce or of the mails to sell such security through the use or medium of any prospectus or otherwise;
- (b) Unless a registration statement is in effect as to a security, carrying or causing to be carried through the mails or in interstate commerce, by any means or instruments of transportation, any such security for the purpose of sale or for delivery after sale; or
- (c) Making use of any means or instruments of transportation or communication in interstate commerce or of the mails to offer to sell or offer to buy through the use or medium of any prospectus or otherwise any security, unless a registration statement has been filed with the Commission as to such security, or while the registration statement is the subject of a refusal order or stop order or (prior to the effective date of the registration

statement) any public proceeding or examination under Section 8 of the Securities Act [15 U.S.C. § 77h].

II.

IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant Jeremy D. Jobe and Defendant's agents, servants, employees, attorneys, and all persons in active concert or participation with them who receive actual notice of this Final Judgment by personal service or otherwise are permanently restrained and enjoined from violating Section 15(a) of the Securities Exchange Act of 1934 [15 U.S.C. § 780(a)] by effecting transactions in or inducing or attempting to induce the purchase or sale of securities while not registered with the Commission as a broker or dealer or associated with an entity registered with the Commission as a broker-dealer.

III.

Defendant Jeremy D. Jobe is liable for disgorgement of \$250,000, representing profits gained as a result of the conduct alleged in the Complaint, together with prejudgment interest thereon in the amount of \$15,988, for a total of \$265,988. Based on Defendant's sworn representations in his Statement of Financial Condition dated July 2, 2008, and other documents and information submitted to the Commission, however, the Court is not ordering Defendant to pay a civil penalty and payment of the disgorgement and pre-judgment interest thereon is waived. The determination not to impose a civil penalty and to waive payment of the disgorgement and pre-judgment interest is contingent upon the accuracy and completeness

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of Defendant's Statement of Financial Condition. If at any time 1 2 following the entry of this Final Judgment the Commission obtains 3 information indicating that Defendant's representations to the 4 Commission concerning his assets, income, liabilities, or net worth 5 were fraudulent, misleading, inaccurate, or incomplete in any 6 material respect as of the time such representations were made, the 7 Commission may, at its sole discretion and without prior notice to 8 Defendant, petition the Court for an order requiring Defendant to 9 pay the disgorgement, pre-judgment and post-judgment interest 10 thereon, and the maximum civil penalty allowable under the law. 11 connection with any such petition, the only issue shall be whether 12 13 the financial information provided by Defendant was fraudulent, 14 misleading, inaccurate, or incomplete in any material respect as of 15 the time such representations were made. In its petition, the 16 Commission may move this Court to consider all available remedies, 17 including, but not limited to, ordering Defendant to pay funds or 18 assets, directing the forfeiture of any assets, or sanctions for 19 contempt of this Final Judgment. The Commission may also request 20 additional discovery. Defendant may not, by way of defense to such 21 (1) challenge the validity of the Consent of Jeremy D. 22 Jobe or this Final Judgment; (2) contest the allegations in the 23 Complaint filed by the Commission; (3) assert that payment of 24 25 disgorgement, pre-judgment and post-judgment interest or a civil 26 penalty should not be ordered; (4) contest the amount of 27 disgorgement and pre-judgment and post-judgment interest; 28 (5) contest the imposition of the maximum civil penalty allowable

under the law; or (6) assert any defense to liability or remedy, including, but not limited to, any statute of limitations defense.

IV.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that the Consent of Jeremy D. Jobe is incorporated herein with the same force and effect as if fully set forth herein, and that Defendant shall comply with all of the undertakings and agreements set forth therein.

FINAL JUDGMENT AS TO TELOMOLECULAR CORP.

The Securities and Exchange Commission having filed a

Complaint and Defendant Telomolecular Corp. having entered a

general appearance; consented to the Court's jurisdiction over

Defendant and the subject matter of this action; consented to entry

of this Final Judgment as to Telomolecular Corp. ("Final Judgment")

without admitting or denying the allegations of the Complaint

(except as to jurisdiction); waived findings of fact and

conclusions of law; and waived any right to appeal from this Final

Judgment:

I.

IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that

Defendant Telomolecular Corp. and Defendant's agents, servants,

employees, attorneys, and all persons in active concert or

participation with them who receive actual notice of this Final

Judgment by personal service or otherwise are permanently

restrained and enjoined from violating, directly or indirectly,

Section 10(b) of the Securities Exchange Act of 1934 (the "Exchange

Act") [15 U.S.C. § 78j(b)] and Rule 10b-5 promulgated thereunder [17 C.F.R. § 240.10b-5], by using any means or instrumentality of interstate commerce, or of the mails, or of any facility of any national securities exchange, in connection with the purchase or sale of any security:

- (a) to employ any device, scheme, or artifice to defraud;
- (b) to make any untrue statement of a material fact or to omit to state a material fact necessary in order to make the statements made, in the light of the circumstances under which they were made, not misleading; or
- (c) to engage in any act, practice, or course of business which operates or would operate as a fraud or deceit upon any person.

II.

IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant Telomolecular Corp. and Defendant's agents, servants, employees, attorneys, and all persons in active concert or participation with them who receive actual notice of this Final Judgment by personal service or otherwise are permanently restrained and enjoined from violating Section 17(a) of the Securities Act of 1933 (the "Securities Act") [15 U.S.C. § 77q(a)] in the offer or sale of any security by the use of any means or instruments of transportation or communication in interstate commerce or by use of the mails, directly or indirectly:

a) to employ any device, scheme, or artifice to defraud;

- (b) to obtain money or property by means of any untrue statement of a material fact or any omission of a material fact necessary in order to make the statements made, in light of the circumstances under which they were made, not misleading; or
- (c) to engage in any transaction, practice, or course of business which operates or would operate as a fraud or deceit upon the purchaser.

III.

IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant Telomolecular Corp. and Defendant's agents, servants, employees, attorneys, and all persons in active concert or participation with them who receive actual notice of this Final Judgment by personal service or otherwise are permanently restrained and enjoined from violating Section 5 of the Securities Act [15 U.S.C. § 77e] by, directly or indirectly, in the absence of any applicable exemption:

- (a) Unless a registration statement is in effect as to a security, making use of any means or instruments of transportation or communication in interstate commerce or of the mails to sell such security through the use or medium of any prospectus or otherwise;
- (b) Unless a registration statement is in effect as to a security, carrying or causing to be carried through the mails or in interstate commerce, by any means or

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instruments of transportation, any such security for the purpose of sale or for delivery after sale; or

(c) Making use of any means or instruments of transportation or communication in interstate commerce or of the mails to offer to sell or offer to buy through the use or medium of any prospectus or otherwise any security, unless a registration statement has been filed with the Commission as to such security, or while the registration statement is the subject of a refusal order or stop order or (prior to the effective date of the registration statement) any public proceeding or examination under Section 8 of the Securities Act [15 U.S.C. § 77h].

IV.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that the Consent of Telomolecular Corp. is incorporated herein with the same force and effect as if fully set forth herein, and that Defendant shall comply with all of the undertakings and agreements set forth therein.

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CONCLUSION APPLICABLE TO EACH FINAL JUDGMENT

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that this Court shall retain jurisdiction of this matter for the purposes of enforcing the terms of this Final Judgment.

The Clerk of Court shall enter Judgment in accordance with the above final judgments, and close this action.

September 30, 2008

GARLAND E. BURRELL, JR.

United States District Judge