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JS-6

**UNITED STATES DISTRICT COURT
FOR THE CENTRAL DISTRICT OF CALIFORNIA
WESTERN DIVISION**

U.S. SECURITIES AND
EXCHANGE COMMISSION,

Plaintiff,

v.

RONG CHEN, an individual, and
YUEHONG WANG, an individual,

Defendants.

Case No. 2:18-cv-07840-CAS-JPRx

**[PROPOSED] FINAL
JUDGMENT, BY CONSENT, AS
TO DEFENDANT RONG CHEN**

The Securities and Exchange Commission having filed a Complaint and Defendant Rong Chen (“Defendant”) 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 without admitting or denying the allegations of the Complaint (except as to jurisdiction and except as otherwise provided herein in Section IV); 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 is 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.

IT IS FURTHER ORDERED, Adjudged, And Decreed that, as provided in Federal Rule of Civil Procedure 65(d)(2), the foregoing paragraph also binds the following who receive actual notice of this Final Judgment by personal service or otherwise: (a) Defendant’s officers, agents, servants, employees, and attorneys; and (b) other persons in active concert or participation with Defendant or with anyone described in (a).

II.

It Is Further Ordered, Adjudged, And Decreed that Defendant is liable for disgorgement of \$167,092, representing profits gained as a result of the conduct alleged in the Complaint, together with prejudgment interest thereon in the amount of \$26,356, and a civil penalty in the amount of \$167,092 pursuant to Section 21A of the Exchange Act [15 U.S.C. § 78u-1]. Defendant shall satisfy this obligation by paying \$360,540 to the Securities and Exchange Commission within 14 days

1 after entry of this Final Judgment.

2 Defendant may transmit payment electronically to the Commission, which
3 will provide detailed ACH transfer/Fedwire instructions upon request. Payment
4 may also be made directly from a bank account via Pay.gov through the SEC
5 website at <http://www.sec.gov/about/offices/ofm.htm>. Defendant may also pay by
6 certified check, bank cashier's check, or United States postal money order payable
7 to the Securities and Exchange Commission, which shall be delivered or mailed to

8 Enterprise Services Center
9 Accounts Receivable Branch
10 6500 South MacArthur Boulevard
11 Oklahoma City, OK 73169

12 and shall be accompanied by a letter identifying the case title, civil action number,
13 and name of this Court; Rong Chen as a defendant in this action; and specifying
14 that payment is made pursuant to this Final Judgment.

15 Defendant shall simultaneously transmit photocopies of evidence of
16 payment and case identifying information to the Commission's counsel in this
17 action. By making this payment, Defendant relinquishes all legal and equitable
18 right, title, and interest in such funds and no part of the funds shall be returned to
19 Defendant. The Commission shall send the funds paid pursuant to this Final
20 Judgment to the United States Treasury.

21 The Commission may enforce the Court's judgment for disgorgement and
22 prejudgment interest by moving for civil contempt (and/or through other collection
23 procedures authorized by law) at any time after 14 days following entry of this
24 Final Judgment. Defendant shall pay post judgment interest on any delinquent
25 amounts pursuant to 28 U.S.C. § 1961.

26 III.

27 It Is Further Ordered, Adjudged, And Decreed that the Consent is
28 incorporated herein with the same force and effect as if fully set forth herein, and

1 that Defendant shall comply with all of the undertakings and agreements set forth
2 therein.

3 IV.

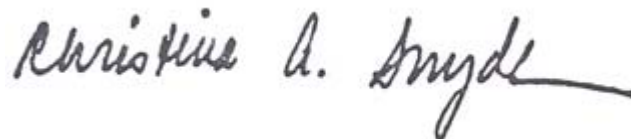
4 It Is Further Ordered, Adjudged, And Decreed that, solely for purposes of
5 exceptions to discharge set forth in Section 523 of the Bankruptcy Code, 11 U.S.C.
6 §523, the allegations in the complaint are true and admitted by Defendant, and
7 further, any debt for disgorgement, prejudgment interest, civil penalty or other
8 amounts due by Defendant under this Final Judgment or any other judgment, order,
9 consent order, decree or settlement agreement entered in connection with this
10 proceeding, is a debt for the violation by Defendant of the federal securities laws or
11 any regulation or order issued under such laws, as set forth in Section 523(a)(19) of
12 the Bankruptcy Code, 11 U.S.C. §523(a)(19).

13 V.

14 It Is Further Ordered, Adjudged, And Decreed that this Court shall
15 retain jurisdiction of this matter for the purposes of enforcing the terms of this
16 Final Judgment.

17 VI.

18 There being no just reason for delay, pursuant to Rule 54(b) of the Federal
19 Rules of Civil Procedure, the Clerk is ordered to enter this Final Judgment
20 forthwith and without further notice.

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22 Date: March 1, 2019

23 Honorable Christina A. Snyder
24 UNITED STATES DISTRICT JUDGE
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