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12 UNITED STATES DISTRICT COURT  
13 CENTRAL DISTRICT OF CALIFORNIA  
14 WESTERN DIVISION

15 SECURITIES AND EXCHANGE COMMISSION, :

16 Plaintiff, :

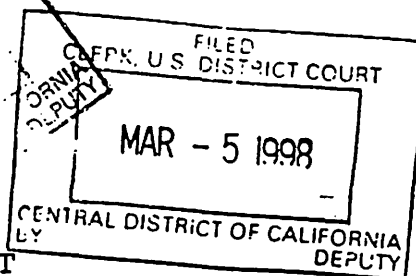
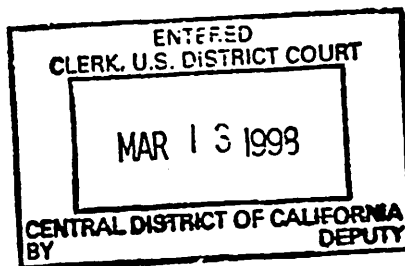
17 v. :

18 KS RESOURCES, :  
19 WESTSTAR EXPLORATION, INC., :  
20 LAZAR FREDERICK & COMPANY, :  
21 JOHN K. JUDD, JR., MARK D. SEIGEL, :  
22 ALEXANDER L. KAHAN, BETTY A. RUBIN, :  
23 GUARDIAN INDUSTRIES, INC., :  
24 PATHFINDER MINERALS GROUP, INC., :  
25 ALEX KAHAN ENTERPRISES, INC., :  
26 MID-WEST PRODUCTION, INC., and :  
27 JAMIE B. SEIGEL, :

28 Defendants. :

Civil Action No.   
CV-95-8608 WDK (AJWx)

[PROPOSED] FINAL JUDGMENT  
OF DISGORGEMENT AGAINST  
BETTY ANN RUBIN AND LAZAR  
FREDERICK & COMPANY



29 This action having come before the Court for hearing on  
30 February 18, 1998, the Honorable William D. Keller, District  
31 Judge Presiding, on Plaintiff's Motion for Disgorgement Against  
32 Defendants Betty Ann Rubin and Lazar Frederick & Company, and the  
33 evidence presented having been fully considered, the issues  
34 having been duly heard and a decision having been duly rendered,

35 I HEREBY CERTIFY THAT THIS DOCUMENT WAS SERVED BY  
FIRST CLASS MAIL, POSTAGE PREPAID, TO ALL COUNSEL  
FOR PARTIES AT THEIR RESPECTIVE MOST RECENT ADDRESS OF  
RECORD IN THIS ACTION ON THIS DATE.

DEPUTY CLERK

**COPY** THIS CONSTITUTES NOTICE OF ENTRY  
AS REQUIRED BY FRCP, RULE 77(d).

BETTY ANN RUBIN AND LAZ

I.

IT IS ORDERED, ADJUDGED AND DECREED that defendant Betty Ann Rubin shall be liable for disgorgement of her ill-gotten gains in the amount of \$309,040.40, together with prejudgment interest, calculated pursuant to 28 U.S.C. § 1961, in the amount of \$37,370.52, totalling \$346,410.92.

II.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED that Defendant Rubin shall pay the \$346,410.92 disgorgement and prejudgment interest amount by cashier's check, certified check, or postal money order forthwith. The cashier's check, certified check, or postal money order shall be made payable to Arthur N. Greenberg, Permanent Receiver for KS Resources, et al., and reflect the title and civil action number of this case. The cashier's check, certified check, or postal money order shall be transmitted to Arthur N. Greenberg, Permanent Receiver for KS Resources, et al., c/o Greenberg Glusker Fields Claman & Machtinger, 1900 Avenue of the Stars, Suite 2100, Los Angeles, California 90067 under cover of a letter which also identifies the title and civil action number of this case. A copy of the cover letter and a copy of the cashier's check, certified check, or postal money order shall be simultaneously transmitted to counsel for the Commission at its Los Angeles office, located at 5670 Wilshire Boulevard, 11th Floor, Los Angeles, California 90036.

III.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED that defendant Lazar Frederick & Company shall be liable for disgorgement of its ill-gotten gains in the amount of \$6,990,650.25, together with

1 prejudgment interest, calculated pursuant to 28 U.S.C. § 1961, in  
2 the amount of \$945,340.07, totalling \$7,935,990.32.

3 IV.

4 IT IS FURTHER ORDERED, ADJUDGED AND DECREED that Defendant  
5 Lazar Frederick & Company shall pay the \$7,935,990.32  
6 disgorgement and prejudgment interest amount by cashier's check,  
7 certified check, or postal money order forthwith. The cashier's  
8 check, certified check, or postal money order shall be made  
9 payable to Arthur N. Greenberg, Permanent Receiver for KS  
10 Resources, et al., and reflect the title and civil action number  
11 of this case. The cashier's check, certified check, or postal  
12 money order shall be transmitted to Arthur N. Greenberg,  
13 Permanent Receiver for KS Resources, et al., c/o Greenberg  
14 Glusker Fields Claman & Machtinger, 1900 Avenue of the Stars,  
15 Suite 2100, Los Angeles, California 90067 under cover of a  
16 letter which also identifies the title and civil action number of  
17 this case. A copy of the cover letter and a copy of the  
18 cashier's check, certified check, or postal money order shall be  
19 simultaneously transmitted to counsel for the Commission at its  
20 Los Angeles office, located at 5670 Wilshire Boulevard, 11th  
21 Floor, Los Angeles, California 90036.

22 V.

23 IT IS FURTHER ORDERED, ADJUDGED AND DECREED that, except as  
24 modified by this Judgment or other order of the Court, the Order  
25 of Preliminary Injunction and Orders: (1) Freezing Assets; (2)  
26 Prohibiting Transfer of Assets; and (3) Appointing a Permanent  
27 Receiver ("Preliminary Injunction"), issued April 4, 1996 shall  
28 continue in full force and effect.

VI.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED that this Court shall retain jurisdiction over this action for all purposes in connection with this matter, including implementation and enforcement of the terms of this Judgment and other decrees that may be entered herein and to grant such other relief as the Court may deem necessary and just.

There being no just reason for delay, the Clerk of the Court is hereby directed to enter this Final Judgment forthwith.

DATED: 3-5-98

WILLIAM D. KELLER

UNITED STATES DISTRICT JUDGE