NOW THEREFORE,

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I.

IT IS ORDERED, ADJUDGED AND DECREED that Defendant Nite and his agents, servants, employees, and attorneys, and all persons in active concert or participation with any of them, who receive actual notice of this Final Judgment by personal service or otherwise, and each of them, are permanently restrained and enjoined from, directly or indirectly, in connection with the offer or sale of the security, by the use of any means or instruments of transportation or communication in interstate commerce or by the use of the mails:

- A. employing any device, scheme or artifice to defraud;
- B. obtaining money or property by means of any untrue statement of a material fact or any omission to state 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. engaging in any transaction, practice or course of business which operates or would operate as a fraud or deceit upon the purchaser; in violation of Section 17(a) of the Securities Act of 1933 ("Securities Act"), 15 U.S.C. § 77q(a).

II.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED that Defendant Nite and his agents, servants, employees and attorneys, and all persons in active concert or participation with any of them, who receive actual notice of this Final Judgment by personal service or otherwise, and each of them, are permanently restrained and enjoined from, directly or indirectly, in connection with the purchase or sale of any security, by the use of any means or instrumentality of interstate commerce, or of the mails, or of any facility of any national securities exchange:

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- employing any device, scheme or artifice to defraud; A.
- making any untrue statement of a material fact or omitting to state a 122 B. 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. engaging in any act, practice or course of business which operates or would operate as a fraud or deceit upon any person, in violation of Section 10(b) of the Securities Exchange Act of 1934 ("Exchange Act"), 15 U.S.C. § 78j(b), and Rule 10b-5 thereunder, 17 C.F.R. § 240.10b-5.

## III.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED that Defendant Nite pay disgorgement of \$3,678,500, plus prejudgment interest thereon in the amount of \$1,502,276.11. Defendant Nite shall pay this disgorgement and prejudgment interest, by cashier's check, certified check or postal money order, within thirty (30) days of entry of this Final Judgment. This disgorgement and interest payment shall be made payable to the United States Securities and Exchange Commission, and shall be transmitted to the Comptroller, Securities and Exchange Commission, Operations Center, 6432 General Green Way, Stop 0-3, Alexandria, VA 22312, under cover of a letter that identifies the Defendant, the name and case number of this litigation, and the Court. A copy of the cover letter and a photocopy of the check shall be simultaneously transmitted to counsel for the Commission, in this action, at its Los Angeles, California office.

## IV.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED that Defendant Nite be assessed, and shall pay to the Commission for delivery to the United States Treasury, civil penalties under the Securities Enforcement Remedies and Penny Stock Reform Act of 1990 pursuant to Section 20(a) of the Securities Act, 15 U.S.C. § 77t(d), and Section 21(d)(3) of the Exchange Act, 15 U.S.C. §

V.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED that this Court shall retain jurisdiction over this action for the purposes of determining, implementing and carrying out the terms of this Final Judgment and all other orders which may be entered herein and granting 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, pursuant to Rule 54(b) of the Federal Rules of Civil Procedure, to enter this Judgment forthwith.

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DATED: 1-14-02

THE HONORABLE DEAN D. PREGERSON

UNITED STATES DISTRICT JUDGE

Submitted by:

THOMAS A. ZACCARO

27 | Attorneys for Plaintiff

Securities and Exchange Commission

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