1 SANDRA J. HARRIS, Cal. Bar # 134153 GREGORY C. GLYNN, Cal. Bar # 039999 KELLY POWERS, Cal. Bar # 164007 CLIFFORD C. HYATT, Cal. Bar # 196458 SOLOMON R. MANGOLINI, Cal. Bar # 149811 3 FILED CLERK, U.S. DISTRICT COURT Attorneys for Plaintiff Securities and Exchange Commission MAR 2 7 2000 Valerie Caproni, Regional Director 5670 Wilshire Boulevard, 11th Floor Los Angeles, California 90036-3648 CENTRAL DISTRICT OF CALIFORNIA Telephome: (323) 965-3998 Facsimile: (323) 965-3998 CONSTITUTES N AS REQUIRED BY FROM, HOLE 77(d). ENTERED CLERK, U.S. DISTRICT COURT UNITED STATES DISTRICT COURT MAR 28 2000 CENTRAL DISTRICT OF CALIFORNIA 10 ATHAL DISTRICT OF CALIFORNIA WESTERN DIVISION 11 12 Case No. CV 99-7900 RAP (RCx) SECURITIES AND EXCHANGE COMMISSION, 13 [PROPOSED] FINAL JUDGMENT OF Plaintiff, 14 PERMANENT INJUNCTION AND OTHER RELIEF AGAINST DEFENDANT 15 vs. LAMBERT D. VANDER TUIG LAMBERT D. VANDER TUIG, JUDGMENT BASED UPON A DEFAULT THAT THIS OPPOSITENT WAS SERVED BY Defendant. 17 OF ALL CORRESES 18  $\langle \phi_i | \theta_i | 16$ 19 Plaintiff Securities and Exchange Commission 20 filed and served upon Defendant LAMBERT D. VANDER TUIG ("Vander 21 Tuig") a Summons and Complaint in this action. Defendant Vander Tuig failed to file an Answer or otherwise respond to the Complaint. 23 On October 20, 1999, the Clerk entered the Default of Vander 24 Thereafter, the Plaintiff Commission, moved for Entry of 25 Judgment by Default by this Court with supporting papers showing 26 service of the Summons and Complaint upon Defendant Vander Tuig and

the subsequent failure of this Defendant to answer. Docketed Copies / NIC Sent JS - 2/JS CLSD

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The Court being fully advised in the premises; and there being no just reason for delay now enters Judgment by Default against Defendant Vander Tuig:

I.

IT IS ORDERED, ADJUDGED AND DECREED that the Defendant and his officers, agents, servants, employees, 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:

- A. making use of any means or instruments or transportation or communication in interstate commerce or of the mails to sell the securities of any issuer, through the use or medium of any prospectus or otherwise, unless and until a registration statement is in effect as to such securities;
- B. carrying or causing to be carried through the mails or in interstate commerce, by any means or instruments of transportation, for the purpose of sale or for delivery after sale, the securities of any issuer, unless and until a registration statement is in effect as to such securities; and
- 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, the securities of any issuer, unless and until a registration statement has been filed with the Commission as to such securities, or while a registration statement as to such securities is the

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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];

in violation of Sections 5(a) and 5(c) of the Securities Act of 1933 ("Securities Act") [15 U.S.C. §§ 77e(a) & 77e(c)]; provided, however, that nothing in this Judgment shall apply to any security or transaction which is exempt from the provisions of Section 5 of the Securities Act [15 U.S.C. § 77e].

II.

IT IS ORDERED, ADJUDGED AND DECREED that Defendant Vander Tuig 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 the offer or sale of the securities of any issuer, 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 omission 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. 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 [15]
2 U.S.C. § 77q(a)].

III.

IT IS ORDERED, ADJUDGED AND DECREED that Defendant Vander Tuig 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:

- A. employing any device, scheme, or artifice to defraud;
- B. making any untrue statement of a material fact or omitting 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. 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].

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IV.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant Vander Tuig shall pay disgorgement in the amount of \$61,305 representing his gains from the conduct alleged in the Complaint, plus prejudgment interest thereon in the amount of \$14,572.31.

V.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant Vander Tuig shall pay to Plaintiff Commission for delivery to the United States Treasury, civil penalties in the amount of \$61,305, pursuant to Section 20(d) of the Securities Act [15 U.S.C. § 77t(d)] and Section 21(d)(3) of the Exchange Act [15 U.S.C. § 78u(d)(3)].

VI.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED that this
Court shall further retain jurisdiction over this action to
determine the liability of any remaining defendants in this action,
to implement and enforce the terms of this Final Judgment and all
other orders and decrees that may be entered herein, and to grant
such other relief as the Court may deem necessary and just.

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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 Final Judgment forthwith.

DATED:

MAR 27 2000 , 2000

RICHARD A. PAEZ

UNITED STATES DISTRICT JUDGE

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## CERTIFICATE OF SERVICE

I, Adriane Bryant, am over the age of 18 years, not a party to the within action, and a citizen of the United States. My business address is 5670 Wilshire Boulevard, 11th Floor, Los Angeles, California 90036. On March 2, 2000, at the direction of a member of the bar of this Court I served the [PROPOSED] FINAL JUDGMENT OF PERMANENT INJUNCTION AND OTHER RELIEF AGAINST DEFENDANT LAMBERT D. VANDER TUIG by causing to be mailed a true and correct copy thereof in a sealed government franked envelope in the United States mail at Los Angeles, California addressed to:

Lambert D. Vander Tuig 21 Pebble Beach Coto de Casa, CA 92679

I declare under penalty of perjury that the foregoing is true and correct.

DATED: March 2, 2000

Adriane Bryant