

1 Thomas M. Melton (Utah State Bar No. 4999)
 Attorney for Plaintiff
 2 Securities and Exchange Commission
 15 West South Temple, Suite 1800
 3 Salt Lake City, Utah 84101
 Telephone: (801) 524-5796
 4 Facsimile: (801) 524-3558

5 Local Counsel:
 Karen Matteson (Cal. Bar No. 102103)
 6 Securities and Exchange Commission
 5670 Wilshire Boulevard, 11th Floor
 7 Los Angeles, California 90036-3648
 Telephone: (323) 965-3840
 8 Facsimile: (323) 965-3908

9
 10 **UNITED STATES DISTRICT COURT**
 11 **FOR THE CENTRAL DISTRICT OF CALIFORNIA**
 12 **WESTERN DIVISION**

13 SECURITIES AND EXCHANGE
 COMMISSION,

14 Plaintiff,

15 vs.

16 DALE CARONE, JOSEPH W. ISAAC,
 ALLEN R. JOHNSON, LINKNET, INC., a
 17 Utah corporation, and LINKNET de
 AMERICA LATINA, LTD., a Nevada
 18 corporation,

19 Defendants.
 20

Case No. CV 03-374 R (FMOx)

**FINAL JUDGMENT OF
 PERMANENT INJUNCTION AND
 OTHER RELIEF AS TO ALLEN R.
 JOHNSON**

21
 22 The Securities and Exchange Commission (“Commission”) having filed a Complaint and
 23 Defendant Allen R. Johnson (“Defendant”) having entered a general appearance; consented to
 24 the Court’s jurisdiction over Defendant and the subject matter of this action; consented to entry
 25 of this Final Judgment without admitting or denying the allegations of the Complaint (except as
 26 to jurisdiction); waived findings of fact and conclusions of law; and waived any right to appeal
 27 from this Final Judgment:
 28

I.

IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that Defendant 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 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 ("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;

1 (b) to obtain money or property by means of any untrue statement of a material fact or any
2 omission of a material fact necessary in order to make the statements made, in light of the
3 circumstances under which they were made, not misleading; or

4 (c) to engage in any transaction, practice, or course of business which operates or
5 would operate as a fraud or deceit upon the purchaser.
6

7 **III.**

8 **IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED** that Defendant
9 and Defendant's agents, servants, employees, attorneys, and all persons in active concert or
10 participation with them who receive actual notice of this Final Judgment by personal service or
11 otherwise are permanently restrained and enjoined from violating Sections 5(a) and (c) of the
12 Securities Act [15 U.S.C. § 77e(a) and (c)] by, directly or indirectly, in the absence of any applicable
13 exemption:
14

15 (a) Unless a registration statement is in effect as to a security, making use of any means or
16 instruments of transportation or communication in interstate commerce or of the mails
17 to sell such security through the use or medium of any prospectus or otherwise;

18 (b) Unless a registration statement is in effect as to a security, carrying or causing to be
19 carried through the mails or in interstate commerce, by any means or instruments of
20 transportation, any such security for the purpose of sale or for delivery after sale; or

21 (c) Making use of any means or instruments of transportation or communication in
22 interstate commerce or of the mails to offer to sell or offer to buy through the use or
23 medium of any prospectus or otherwise any security, unless a registration statement
24 has been filed with the Commission as to such security, or while the registration
25 statement is the subject of a refusal order or stop order or (prior to the effective date of
26
27
28

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

3 **IV.**

4 **IT IS FURTHER ORDERED, ADJUDGED, AND DECREED** that the Defendant, and
5 Defendant's officers, agents, servants, employees, attorneys, and accountants, and those persons in
6 active concert or participation with any of them, who receive actual notice of the order by personal
7 service or otherwise, and each of them, are permanently enjoined from engaging in the transactions,
8 acts, practices and courses of business described in the complaint and, and from engaging in conduct
9 of similar purport and object in violation of Section 15(a) of the Exchange Act [15 U.S.C. § 78o(d)].
10

11 **V.**

12 **IT IS FURTHER ORDERED, ADJUDGED, AND DECREED** that, pursuant to Section
13 20(e) of the Securities Act [15 U.S.C. § 77t(e)] and Section 21(d)(2) of the Exchange Act [15 U.S.C.
14 § 78u(d)(2)], Defendant is prohibited from acting as an officer or director of any issuer that has a
15 class of securities registered pursuant to Section 12 of the Exchange Act [15 U.S.C. § 78l] or that is
16 required to file reports pursuant to Section 15(d) of the Exchange Act [15 U.S.C. § 78o(d)].
17

18 **VI.**

19 **IT IS FURTHER ORDERED, ADJUDGED, AND DECREED** that Defendant is
20 permanently barred from participating in any offering of penny stock pursuant to Section 20(g) of the
21 Securities Act [15 U.S.C. § 77t(g)] and Section 21 (d)(6) of the Exchange Act [15 U.S.C. §
22 78u(d)(6)].
23
24
25
26
27
28

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28

VII.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that the Consent 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.

VIII.

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.

IX.

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

Dated: June 28, 2011.



UNITED STATES DISTRICT JUDGE

Presented by:

/s/ Thomas M. Melton
Thomas M. Melton
Karen L. Martinez
Attorneys for Plaintiff
Securities and Exchange Commission