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

UNITED STATES OF AMERICA,

Plaintiff,

v.

INTERNET TRANSACTION  
SERVICES, INC., et al.,

Defendants.

Civil Case No. 21-6582-JFW (KSx)

**STIPULATED ORDER FOR  
PERMANENT INJUNCTION AND  
FINAL JUDGMENT AS TO  
DEFENDANT EDWARD  
COURDY**

1 On August 13, 2021, the United States of America filed its Complaint for  
2 Temporary Restraining Order, Preliminary and Permanent Injunctions, and Other  
3 Equitable Relief (the “Complaint”) against Defendant Edward Courdy  
4 (“Defendant”) and other named Defendants, pursuant to 18 U.S.C. § 1345, based  
5 on Defendants’ alleged violations of 18 U.S.C. §§ 1343, 1344, and 1349. On  
6 August 20, 2021, the Court issued its Order granting the United States’ Ex Parte  
7 Application for a Temporary Restraining Order. On September 2, 2021, the Court  
8 issued a Preliminary Injunction.

9 The United States and Defendant stipulated to the entry of this Stipulated  
10 Order for Permanent Injunction (“Order”). Defendant entered into the Stipulation  
11 freely and without coercion. Defendant further acknowledged that he has read the  
12 provisions of the Stipulation and this Order, understands them, and is prepared to  
13 abide by them. Per the parties’ agreement, the Stipulation and this Order resolve  
14 only the claims against Defendant in the above-captioned civil lawsuit. They do  
15 not preclude the United States from pursuing criminal penalties against Defendant  
16 in relation to the conduct alleged in the Complaint, nor does Defendant’s  
17 Stipulation constitute evidence that Defendant committed the acts alleged in the  
18 Complaint, or in any way prejudice Defendant’s ability to contest the allegations  
19 in the Complaint in a future proceeding.

20 Accordingly, it is hereby ORDERED, ADJUDGED, AND DECREED that:

21 **FINDINGS**

22 A. This Court has jurisdiction over the subject matter of this case and  
23 there is good cause to believe that it will have jurisdiction over all parties hereto  
24 and that venue in this district is proper.

25 B. The United States seeks injunctive relief pursuant to 18 U.S.C. §  
26 1345.

1 C. Defendant neither admits nor denies any of the allegations in the  
2 Complaint. Only for purposes of this action, Mr. Courdy admits the facts necessary  
3 to establish jurisdiction.

#### 4 **DEFINITIONS**

5 For the purpose of this Order:

6 A. "Asset" means any legal or equitable interest in, right to, or claim to,  
7 any property, wherever located and by whomever held.

8 B. "Corporate Entities" means Defendants Internet Transaction  
9 Services, Inc., Intertrans.com, Inc., and each of the "Shell Entities" defined below.

10 C. "Payment Processing Services" means handling credit card  
11 transactions, debit card transactions, Automated Clearing House (ACH)  
12 transactions, check transactions, money orders, or cash transactions.

13 D. "Person" means any individual, corporation, a partnership, or any  
14 other entity.

15 E. "Receiver" means Thomas W. McNamara, and any deputy receivers  
16 that shall be named by him.

17 F. "Receivership Entities" means Defendants Internet Transaction  
18 Services, Inc.; Intertrans.com, Inc.; as well as any other entity that has conducted  
19 any business related to Intertrans' participation in the scheme that is the subject of  
20 the Complaint in this matter, including receipt of Assets derived from any activity  
21 that is the subject of the Complaint in this matter, and that the Receiver  
22 determines is controlled or owned by Intertrans.

23 G. "Shell Entities" means Defendants Be a Kloud LLC; Blue Water  
24 LLC; CBX International Inc. (Delaware); CBX International, Inc. (Florida); Delta  
25 Cloud LLC; Dollar Web Sales LLC; ECloud Secure LLC; Eastgate View LLC; I-  
26 Support Group LLC; My Kloud Box LLC; Newagecloudservices LLC; NRG  
27 Support LLC; Silver Safe Box LLC; Silver Safe Box Inc.; Storage VPN LLC; and  
28 VPN Me Now LLC.

1 **ORDER**

2 **I. PROHIBITED ACTIVITIES**

3 IT IS ORDERED that Defendant, his agents and attorneys, and all other  
4 persons in active concert or participation with him, who receive actual notice of  
5 this Order by personal service or otherwise, are permanently restrained and  
6 enjoined from:

7 A. Committing or conspiring to commit wire fraud, as defined by 18  
8 U.S.C. §§ 1343 and 1349;

9 B. Committing or conspiring to commit bank fraud, as defined by 18  
10 U.S.C. §§ 1344 and 1349;

11 C. Offering or purporting to offer, either personally or through a  
12 corporate entity, cloud computing services, identity theft protection services, or  
13 technology support services;

14 D. Charging or debiting or causing others to charge or debit any person  
15 or entity on behalf of any Shell Entities or for the purported purchase of any Shell  
16 Entities' services;

17 E. Debiting or causing others to debit funds from any person's bank  
18 account without their prior authorization;

19 F. Offering to provide or providing Payment Processing Services to any  
20 person;

21 G. Making, or assisting others in making any false or misleading  
22 statement in order to obtain Payment Processing Services;

23 H. Engaging in any measures to avoid fraud and risk monitoring  
24 programs established by any financial institution, payment processors, or the  
25 operators of any payment system, including by using sham transactions, such as  
26 the "micro transactions" described in the Complaint, to reduce a bank account's  
27 return or chargeback rate, or by using shell corporations to open bank accounts or  
28 payment processing accounts;

1 I. Incorporating, creating, or causing any other person to incorporate or  
2 create any corporate entity for the purpose of debiting funds from any person's  
3 bank account without their prior authorization;

4 J. Causing any other person to incorporate or create any corporate entity  
5 on Defendant's behalf, with the intention that Defendant will covertly exercise  
6 control over such corporate entity;

7 K. Selling, renting, leasing, transferring, or otherwise disclosing, the  
8 name, address, birth date, telephone number, email address, credit card number,  
9 bank account number, Social Security number, IP address, or other financial or  
10 identifying information of any person that any Defendant obtained in connection  
11 with any activity that pertains to the subject matter of this Order or the Complaint  
12 in this case; and

13 L. Providing any support or substantial assistance to any person that  
14 Defendant knows or has reason to know is engaged in any unlawful activity in  
15 connection with payment processing.

16 **II. COOPERATION WITH RECEIVER AND ASSET FREEZE**

17 For any Corporate Entities' or Receivership Entities' Assets within the  
18 control of Defendant, his agents and attorneys, and/or all other persons in active  
19 concert or participation with him, Defendant shall:

20 A. Hold, preserve, and retain within his control and prohibit the  
21 withdrawal, removal, alteration, assignment, transfer, pledge, encumbrance,  
22 disbursement, dissipation, relinquishment, conversion, sale, or other disposal of  
23 any Asset, as well as all Documents or other property related to such Assets,  
24 except by further order of this Court or by direction of the Receiver;

25 B. Fully cooperate with and assist the Receiver in taking and maintaining  
26 possession, custody, or control of the Receivership Entities' Assets; and

27 C. To the extent he has not done so already, provide the United States,  
28 within seven (7) days after entry of this Order or of obtaining direct or indirect

1 control over the Assets: (1) a list of all accounts, including savings, checking,  
2 investment, and merchant accounts held in the name of a Corporate Entity or  
3 Receivership Entity, for which the Defendant is an accountholder, signatory,  
4 beneficiary, or over which the Defendant otherwise has control; (2) a list of any  
5 other Assets held or controlled by the Defendant in the name of a Corporate Entity  
6 or Receivership Entity; and (3) the balance of each such account, or a description  
7 of the nature and value of each such Asset.

### 8 **III. DISCLOSURE OBLIGATIONS**

9 Defendant shall clearly, conspicuously, and in writing disclose the existence  
10 of this lawsuit (including the case number) and the contents of this Order to:

11 A. Any bank to which Defendant, on behalf of any business, applies for  
12 an account or other services; and

13 B. Any merchant or payment processor with whom Defendant enters into  
14 a contractual business relationship.

### 15 **IV. COMPLIANCE MONITORING**

16 For a period of five (5) years after the date of entry of this Order, Defendant  
17 must notify the United States if he:

18 A. Creates, operates, is employed by, or otherwise becomes involved in  
19 any business or entity that consults or provides advice regarding Payment  
20 Processing Services;

21 B. Creates, operates, is employed by, or otherwise becomes involved in  
22 any business or entity that monitors return or chargeback rates for any other  
23 business or corporate entity; and/or provides advice or consulting on how to lower  
24 or manage return or chargeback rates for any business or corporate entity;

25 C. Creates, operates, is employed by, or otherwise becomes involved in  
26 any business or entity that purports to offer cloud computing services, identity theft  
27 protection services, or technology support services;  
28

1 D. Creates, operates, or exercises control over any business entity,  
2 whether newly formed or previously inactive. Defendant must also provide the  
3 United States with a written statement disclosing: (1) the name of the business  
4 entity; (2) the address and telephone number of the business entity; (3) the names  
5 of the business entity's officers, directors, principals, managers, and employees;  
6 and (4) a detailed description of the business entity's intended activities.

7 The required notification may be provided by emailing Postal Inspector  
8 Ashlea Bowens at ARBowens@uspis.gov.

9 **V. ORDER ACKNOWLEDGMENTS**

10 It is further ordered that within fifteen (15) days after entry of this Order, the  
11 Defendant is ordered to submit to Postal Inspector Ashlea Bowens a written  
12 acknowledgement of receipt of this Order sworn under penalty of perjury. The  
13 statement shall be addressed to:

14 Postal Inspector Ashlea Bowens  
15 U.S. Postal Inspection Service  
16 P.O. Box 7404  
17 Washington, DC 20044-7404

18 **VI. MODIFICATION OF ORDER**

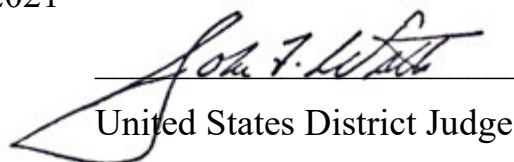
19 This Order shall not be modified except in writing by the United States and  
20 Defendant and approved by the Court.

21 **VII. RETENTION OF JURISDICTION**

22 IT IS FURTHER ORDERED that this Court shall retain jurisdiction of this  
23 matter for all purposes.

24 SO ORDERED

25  
26 DATED this 15<sup>TH</sup> day of December , 2021

27   
28 United States District Judge