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8 **UNITED STATES DISTRICT COURT**  
 9 **CENTRAL DISTRICT OF CALIFORNIA**

12 **SECURITIES AND EXCHANGE**  
 13 **COMMISSION,**

14 Plaintiff,

15 vs.

16 **RENATO RODRIGUEZ and**  
 17 **GUTEMBERG DOS SANTOS,**

18 Defendants.

Case No. SACV 17-0375-AG(JDEx)

**FINAL JUDGMENT AS TO**  
**DEFENDANT GUTEMBERG**  
**DOS SANTOS**

1        **FINAL JUDGMENT AS TO DEFENDANT GUTEMBERG DOS SANTOS**

2        The Securities and Exchange Commission having filed a Complaint and  
3 Defendant Gutemberg Dos Santos having entered a general appearance; consented to  
4 the Court's jurisdiction over Defendant and the subject matter of this action;  
5 consented to entry of this Final Judgment without admitting or denying the  
6 allegations of the Complaint (except as to jurisdiction and except as otherwise  
7 provided herein in paragraph VI); waived findings of fact and conclusions of law; and  
8 waived any right to appeal from this Final Judgment:

9                                **I.**

10        IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that Defendant is  
11 permanently restrained and enjoined from violating, directly or indirectly, Section  
12 10(b) of the Securities Exchange Act of 1934 (the "Exchange Act") [15 U.S.C. §  
13 78j(b)] and Rule 10b-5 promulgated thereunder [17 C.F.R. § 240.10b-5], by using  
14 any means or instrumentality of interstate commerce, or of the mails, or of any  
15 facility of any national securities exchange, in connection with the purchase or sale of  
16 any security:

- 17        (a) to employ any device, scheme, or artifice to defraud;
- 18        (b) to make any untrue statement of a material fact or to omit to state a  
19        material fact necessary in order to make the statements made, in the light of the  
20        circumstances under which they were made, not misleading; or
- 21        (c) to engage in any act, practice, or course of business which operates or  
22        would operate as a fraud or deceit upon any person.

23        IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, as  
24 provided in Federal Rule of Civil Procedure 65(d)(2), the foregoing paragraph also  
25 binds the following who receive actual notice of this Final Judgment by personal  
26 service or otherwise: (a) Defendant's officers, agents, servants, employees, and  
27 attorneys; and (b) other persons in active concert or participation with Defendant or  
28 with anyone described in (a).

1 **II.**

2 IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that  
3 Defendant is permanently restrained and enjoined from violating Section 17(a) of the  
4 Securities Act of 1933 (the “Securities Act”) [15 U.S.C. § 77q(a)] in the offer or sale  
5 of any security by the use of any means or instruments of transportation or  
6 communication in interstate commerce or by use of the mails, directly or indirectly:

7 (a) to employ any device, scheme, or artifice to defraud;

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

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

14 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, as  
15 provided in Federal Rule of Civil Procedure 65(d)(2), the foregoing paragraph also  
16 binds the following who receive actual notice of this Final Judgment by personal  
17 service or otherwise: (a) Defendant’s officers, agents, servants, employees, and  
18 attorneys; and (b) other persons in active concert or participation with Defendant or  
19 with anyone described in (a).

20 **III.**

21 IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that  
22 Defendant is permanently restrained and enjoined from violating Section 5 of the  
23 Securities Act [15 U.S.C. § 77e] by, directly or indirectly, in the absence of any  
24 applicable exemption:

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

- 1 (b) Unless a registration statement is in effect as to a security, carrying or  
2 causing to be carried through the mails or in interstate commerce, by any  
3 means or instruments of transportation, any such security for the purpose  
4 of sale or for delivery after sale; or
- 5 (c) Making use of any means or instruments of transportation or  
6 communication in interstate commerce or of the mails to offer to sell or  
7 offer to buy through the use or medium of any prospectus or otherwise  
8 any security, unless a registration statement has been filed with the  
9 Commission as to such security, or while the registration statement is the  
10 subject of a refusal order or stop order or (prior to the effective date of  
11 the registration statement) any public proceeding or examination under  
12 Section 8 of the Securities Act [15 U.S.C. § 77h].

13 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, as  
14 provided in Federal Rule of Civil Procedure 65(d)(2), the foregoing paragraph also  
15 binds the following who receive actual notice of this Final Judgment by personal  
16 service or otherwise: (a) Defendant's officers, agents, servants, employees, and  
17 attorneys; and (b) other persons in active concert or participation with Defendant or  
18 with anyone described in (a).

19 **IV.**

20 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that  
21 Defendant is liable, jointly and severally with Renato Rodriguez, for disgorgement of  
22 \$1,400,000, representing profits gained as a result of the conduct alleged in the  
23 Complaint, and a civil penalty in the amount of \$160,000 pursuant to Section 20(d) of  
24 the Securities Act [15 U.S.C. § 77t(d)] and Section 21(d)(3) of the Exchange Act [15  
25 U.S.C. § 78u(d)(3)]. Defendant shall satisfy this obligation by paying \$1,560,000 to  
26 the Securities and Exchange Commission within 14 days after entry of this Final  
27 Judgment.

28 Defendant may transmit payment electronically to the Commission, which will

1 provide detailed ACH transfer/Fedwire instructions upon request. Payment may also  
2 be made directly from a bank account via Pay.gov through the SEC website at  
3 <http://www.sec.gov/about/offices/ofm.htm>. Defendant may also pay by certified  
4 check, bank cashier's check, or United States postal money order payable to the  
5 Securities and Exchange Commission, which shall be delivered or mailed to

6 Enterprise Services Center  
7 Accounts Receivable Branch  
8 6500 South MacArthur Boulevard  
9 Oklahoma City, OK 73169

10 and shall be accompanied by a letter identifying the case title, civil action number,  
11 and name of this Court; Renato Rodriguez as a defendant in this action; and  
12 specifying that payment is made pursuant to this Final Judgment.

13 Defendant shall simultaneously transmit photocopies of evidence of payment  
14 and case identifying information to the Commission's counsel in this action. By  
15 making this payment, Defendant relinquishes all legal and equitable right, title, and  
16 interest in such funds and no part of the funds shall be returned to Defendant. The  
17 Commission shall send the funds paid pursuant to this Final Judgment to the United  
18 States Treasury.

19 The Commission may enforce the Court's judgment for disgorgement and  
20 prejudgment interest by moving for civil contempt (and/or through other collection  
21 procedures authorized by law) at any time after 14 days following entry of this Final  
22 Judgment. Defendant shall pay post judgment interest on any delinquent amounts  
23 pursuant to 28 U.S.C. § 1961.

24 **V.**

25 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that the  
26 Consent is incorporated herein with the same force and effect as if fully set forth  
27 herein, and that Defendant shall comply with all of the undertakings and agreements  
28 set forth therein.

1 **VI.**

2 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, solely for  
3 purposes of exceptions to discharge set forth in Section 523 of the Bankruptcy Code,  
4 11 U.S.C. §523, the allegations in the complaint are true and admitted by Defendant,  
5 and further, any debt for disgorgement, prejudgment interest, civil penalty or other  
6 amounts due by Defendant under this Final Judgment or any other judgment, order,  
7 consent order, decree or settlement agreement entered in connection with this  
8 proceeding, is a debt for the violation by Defendant of the federal securities laws or  
9 any regulation or order issued under such laws, as set forth in Section 523(a)(19) of  
10 the Bankruptcy Code, 11 U.S.C. §523(a)(19).

11 **VII.**

12 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that this Court  
13 shall retain jurisdiction of this matter for the purposes of enforcing the terms of this  
14 Final Judgment.

15  
16 Dated: 6/8/2017, \_\_\_\_\_



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17 UNITED STATES DISTRICT JUDGE  
18 ANDREW J GUILFORD  
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