UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF FLORIDA

	Civii Action No.
UNITED STATES	OF AMERICA,
Plain	tiff,
v.	
APC ENTERTAIN Florida corporation	
Defe	ndant

Civil Astion No

STIPULATED CONSENT JUDGMENT FOR CIVIL PENALTIES, PERMANENT INJUNCTION AND OTHER RELIEF

Plaintiff, the United States of America, acting upon notification and authorization to the Attorney General by the Federal Trade Commission ("FTC" or the "Commission"), pursuant to Section 16(a)(1) of the Federal Trade Commission Act ("FTC Act"), 15 U.S.C. § 56(a)(1), has filed a complaint pursuant to Sections 5(a)(1), 5(m)(1)(A), 13(b), 16(a), and 19 of the FTC Act, 15 U.S.C. §§ 45(a)(1), 45(m)(1)(A), 53b, 56(a), and 57b, and under Section 7(a) of the Controlling the Assault of Non-Solicited Pornography and Marketing Act of 2003 ("CAN-SPAM" or the "CAN-SPAM Act"), 15 U.S.C.§ 7706(a), to secure civil penalties, a permanent injunction, and other equitable relief for Defendant's violations of Sections 5(a) and (d) of CAN-SPAM, 15 U.S.C.§ 7704(a) and (d), and the FTC's Adult Labeling Rule (the "Adult Labeling Rule" or the "Rule"), 16 C.F.R. Part 316.4. The parties to this action agree to settlement of this action without adjudication of any issue of fact or law and without Defendant admitting liability for any of the violations alleged in the complaint.

THEREFORE, on the joint motion of the parties, it is hereby ORDERED, ADJUDGED AND DECREED as follows:

FINDINGS

- 1. This Court has jurisdiction over the subject matter pursuant to 15 U.S.C. §§ 45(m)(1)(A), 53(b), 56(a), 57b, and 7706(a), and 28 U.S.C. §§ 1331, 1337(a), 1345, and 1355.
 - 2. Plaintiff and Defendant consent to jurisdiction and venue in this District.
- 3. The activities of Defendant are in or affecting commerce, as defined in Section 4 of the FTC Act, 15 U.S.C. § 44.
- 4. The complaint states a claim upon which relief may be granted against Defendant under Sections 5(a) and (d) of the CAN-SPAM Act, 15 U.S.C. §§ 7704(a) and 7704(d), and the FTC's Adult Labeling Rule, 16 C.F.R. Part 316.4.
- 5. Defendant has entered into this Stipulated Judgment and Order for Permanent Injunction ("Order") freely and without coercion.
- 6. Defendant hereby waives all rights to appeal or otherwise challenge or contest the validity of this Order.
- 7. Defendant has agreed that this Order does not entitle Defendant to seek or to obtain attorneys' fees as a prevailing party under the Equal Access to Justice Act, 28 U.S.C. § 2412, and Defendant further waives any rights to attorneys' fees that may arise under said provision of law.
 - 8. Entry of this Order is in the public interest.

DEFINITIONS

For the purpose of this Order, the following definitions shall apply:

- 1. "Affiliate Program" means any agreement whereby any person agrees to provide Defendants with, or refers to Defendants, potential or actual customers.
- 2. "Commercial electronic mail ("email") message" means any electronic mail message which contains a commercial advertisement or promotion of a commercial product or service (including content on an Internet web site operated for a commercial purpose).
- 3. Unless otherwise specified, "Defendant" means APC Entertainment, Inc., and each of its successors, assigns, members, managers, officers, agents, servants, employees, owners, and those persons in active concert or participation with it who receive actual notice of this Order by personal service, facsimile, or otherwise, whether acting directly or through any company, subsidiary, division, or other entity.
- 4. "Document" is synonymous in meaning and equal in scope to the usage of the term in Federal Rule of Civil Procedure 34(a), and includes writings, drawings, graphs, charts, photographs, audio and video recordings, computer records, and other data compilations from which information can be obtained and translated, if necessary, into reasonably usable form through detection devices. A draft or non-identical copy is a separate document within the meaning of the term.
- 5. "Electronic mail ("email") address" means a destination, commonly expressed as a string of characters, consisting of a unique user name or mailbox (commonly referred to as the "local part") and a reference to an Internet domain (commonly referred to as the "domain part"), whether or not displayed, to which an electronic mail message can be sent or delivered.

- 6. "Electronic mail ("email") message" means a message sent to a unique electronic mail address.
- 7. "Initiate," when used with respect to a commercial email message, means to originate or transmit such message or to procure the origination or transmission of such message. For purposes of this Order, more than one person may be considered to have initiated a message.
- 8. "Person" means a natural person or a corporation, partnership, proprietorship, limited liability company, or other organization or legal entity, including an association, cooperative, or agency, or other group or combination acting as an entity.
- 9. "Procure," when used with respect to the initiation of a commercial email message, means intentionally to pay or provide other consideration to, or induce, another person to initiate such a message on one's behalf. *Provided, however*, that for the purposes of this Order, Defendant has not procured the initiation of commercial email messages that violate the CAN-SPAM Act or its implementing regulations: (1) if it has contractually prohibited affiliates from sending commercial email or, in the case of persons who are not affiliates, has not requested any such persons to send commercial email; and (2) if it has complied with the requirements set forth in Paragraph III of this Order.
- an authorized user of the electronic mail address to which the message was sent or delivered. If a recipient of a commercial electronic mail message has one or more electronic mail addresses in addition to the address to which the message was sent or delivered, the recipient shall be treated as a separate recipient with respect to each such address. If an electronic mail address is reassigned to a new user, the new user shall not be treated as a recipient of any commercial electronic mail message sent or delivered to that address before it was reassigned.

- 11. "Sender" when used with respect to a commercial electronic mail message, means a person who initiates such a message and whose product, service, or Internet web site is advertised or promoted by the message.
- 12. "Sexually oriented material" means any material that depicts sexually explicit conduct (as that term is defined in Section 2256 of Title 18, United States Code), unless the depiction constitutes a small and insignificant part of the whole, the remainder of which is not primarily devoted to sexual matters.
- 13. "Valid physical postal address" means a sender's current street address, a Post Office box a sender has registered with the United States Postal Service, or a private mailbox a sender has registered with a commercial mail receiving agency that is established pursuant to United States Postal Service regulations.

ORDER

I. PROHIBITION AGAINST VIOLATING THE CAN-SPAM ACT

IT IS THEREFORE ORDERED that Defendant is hereby permanently restrained and enjoined from violating the CAN-SPAM Act, 15 U.S.C. §§ 7701 <u>et seq.</u>, including but not limited to initiating the transmission of a commercial email message:

A. that does not contain a functioning return email address or other Internet-based mechanism, clearly and conspicuously displayed, that (i) a recipient may use to submit, in a manner specified in the message, a reply email message or other form of Internet-based communication requesting not to receive future commercial email messages from that sender at the email address where the message was received; and

- (ii) remains capable of receiving such messages or communications for no less than 30 days after the transmission of the original message; and
- B. that does not contain a clear and conspicuous display of an accurate, valid, physical postal address of the Defendant.

Defendant is further permanently restrained and enjoined from procuring the transmission of a commercial email message that does not contain a clear and conspicuous notice of a recipient's opportunity to decline to receive future commercial email messages from the Defendant.

II. PROHIBITION AGAINST VIOLATING THE ADULT LABELING RULE

IT IS FURTHER ORDERED that Defendant is hereby permanently restrained and enjoined from violating the Adult Labeling Rule, 16 C.F.R. § 316.4, including but not limited initiating the transmission of a commercial email message that includes sexually oriented material:

- A. that does not contain the phrase "SEXUALLY-EXPLICIT:" as the first nineteen (19) characters at the beginning of the subject line of the message;
- B. that includes sexually oriented materials within the subject line of the message; and
- C. that includes sexually oriented materials within the content of the message that is initially viewable by the recipient, when the message is opened by the recipient and absent any further action by the recipient.

III. MONITORING BY DEFENDANT FOR COMPLIANCE

IT IS FURTHER ORDERED that Defendant APC, and each of its successors, assigns, officers, agents, servants, and employees, is hereby permanently restrained and enjoined from failing to immediately take the following steps to ensure compliance with Paragraphs I and II of this Order:

- A. Prior to a person's participation in Defendant's affiliate program, Defendant shall require each prospective participant to provide to Defendant their first and last name, physical address, country, telephone number, email address, date of birth, and bank account information (where used to make payments to that person). In the event that the prospective participant is not a natural person, but is a corporation, partnership, proprietorship, limited liability company, or other organization or legal entity, including an association, cooperative, agency, or other group or combination acting as an entity, Defendant shall also require from that prospective participant the first and last name, physical address, country, telephone number, email address, and date of birth for the natural person(s) who owns, manages, or controls that prospective participant;
- B. Prior to a person's acceptance into Defendant's affiliate program, Defendant shall (1) provide each prospective participant in Defendant's affiliate program a copy or summary (to be agreed upon by counsel for Defendant and the Commission) of this Order; (2) obtain from each prospective participant an express agreement to comply with this Order and the CAN-SPAM Act; and (3) obtain from each prospective participant a signed and dated statement (which signature may be obtained electronically, provided that the signature would comply with the signature requirements of the Electronic Signatures in Global and National Commerce Act, ("E-Sign Act"), 15 U.S.C. § 7001 et seq.), acknowledging receipt of this Order, or a summary of this Order;
- C. Defendant shall establish, implement, and maintain an email address or other Internet-based mechanism that is clearly and conspicuously disclosed on the first

page consumers visit on entering Defendant's web site, (i) that invites visitors to report commercial email messages promoting the Defendant's web site, and that permits the Defendant to associate affirmative responses, if any, to such invitation with the referring affiliate, and (ii) for receiving and responding to consumer complaints, whether received directly by Defendant or through an intermediary, concerning violations of the CAN-SPAM Act, the Adult Labeling Rule, and this Order;

- D. Defendant shall promptly and fully investigate, in accordance with industry standards, any information received by Defendant regarding a commercial email message that promotes Defendant's web site(s), including but not limited to responses received pursuant to Paragraph III.C, and complaints received from consumers, Internet Service Providers, the Commission or other law enforcement agencies, to determine whether such commercial email message violates a contractual provision of the Defendant's affiliate program, the CAN-SPAM Act, the Adult Labeling Rule, or any provision of this Order;
- E. Defendant shall require each new subscriber to Defendant's web sites to identify the manner in which they were directed to Defendant's web sites (i.e., email message, banner ad, pop-up window, etc.). If a new subscriber indicates that he or she was referred to Defendant's web sites through a commercial email message, Defendant shall promptly and fully investigate to determine whether a commercial email message was sent in violation of a contractual provision of the Defendant's affiliate program, the CAN-SPAM Act, the Adult Labeling Rule, or any provision of this Order;

- F. Defendant shall immediately terminate from all Defendant's affiliate programs and cease payments to any person who Defendant reasonably concludes has sent a commercial email message on Defendant's behalf that violates a contractual provision of the Defendant's affiliate program prohibiting the sending of commercial email, the CAN-SPAM Act, the Adult Labeling Rule, or any provision of this Order.
- G. On the web page where a person registers to become a member of Defendant's affiliate program, Defendant shall clearly and conspicuously disclose that a violation of the affiliate program's commercial email policy will result in immediate termination of a person's affiliate account and the forfeiture of all monies earned or owed to that person. Such message shall also include a hyperlink to Defendant's commercial email policy if that policy is not included on that web page;
- H. Defendant shall require each person who participates in Defendant's affiliate program to create, maintain, and retain the records and documents necessary to demonstrate each person's full compliance with each provision of this Order; *Provided, however*, that this Paragraph does not authorize or require Defendant to take any action that violates any federal, state, or local law.

IV.CIVIL PENALTY

IT IS FURTHER ORDERED that Defendant and its successors and assigns shall pay to Plaintiff a civil penalty, pursuant to Section 5(m)(1)(A) of the Federal Trade Commission Act, 15 U.S.C. Section 45(m)(1)(A), in the amount of Two Hundred Twenty Thousand Dollars (\$ 220,000) as follows:

- A. Defendant shall pay the penalty required by this Paragraph IV by paying One Hundred Thousand Dollars (\$100,000) within five (5) business days of the date of entry of this Order, followed by payment of One Hundred Twenty Thousand Dollars (\$120,000), in three (3) equal installments of Forty Thousand Dollars (\$40,000) plus interest, as calculated pursuant to 28 U.S.C. § 1961, beginning thirty (30) days after the date this Order is entered by the Court and continuing every thirty (30) days thereafter; *provided, however*, that at any time, and without penalty, Defendant may pay the balance due, make more frequent payments, make advance payments, or make larger payments than scheduled. Defendant shall make these payments by certified or cashier's check made payable to the Treasurer of the United States and delivered to: The Office of Consumer Litigation, Civil Division, United States Department of Justice, Washington, D.C. 20530, for appropriate disposition;
- B. As security for the three monthly installment payments of Forty Thousand Dollars (\$40,000) each, required by this Paragraph IV, either Bryan Taylor, Eric Taylor, or both (if necessary to provide satisfactory securitization for the civil penalty), and any person or entity having an ownership interest in the real property, individually and on behalf of their respective successors, heirs, and assigns, hereby grant to the Plaintiff a lien on and security interest in the real property, described in Attachment B to this Order, (the AProperties"), together with dwelling houses, other structures, improvements, appurtenances, hereditaments, and other rights appertaining or belonging thereto;
- C. Bryan Taylor and Eric Taylor, and any person or entity having an ownership interest in the real property, represent and acknowledge that the Plaintiff and Commission

are relying on the material representations that Eric Taylor, and any person or entity having an ownership interest in the real property, are the sole owners of the Properties; that title to the Properties is marketable; and that the Properties are not encumbered by any lien, mortgage, deed of trust, security interest, or other interest except as noted on Attachment B. Eric Taylor, and any person or entity having an ownership interest in the real property, agree that, as of the date on which they sign this Order, they shall refrain from transferring, converting, encumbering, selling, assigning, or otherwise disposing of the Properties, except with the express prior written permission of counsel for the Plaintiff and the Commission. Eric Taylor, and any person or entity having an ownership interest in the real property, release and waive in favor of the Plaintiff any statutory, common law, or other exemption that may apply to the Properties;

D. Bryan Taylor and Eric Taylor, and any person or entity having an ownership interest in the real property, shall cooperate fully with the Plaintiff and Commission and be responsible for preparing, executing and recording the necessary documents and doing whatever else the Plaintiff or Commission deems reasonably necessary or desirable to perfect, evidence, and effectuate its lien and security interest granted herein. Bryan Taylor and Eric Taylor, and any person or entity having an ownership interest in the real property, shall be responsible for paying all fees and costs (including attorney's fees and filing fees) required in connection with the lien granted herein, including all fees and costs related to the preparation, execution, delivery, filing, continuation, and termination of such lien and security interest, and to carry out the purposes of this Order;

- E. If Defendant timely pays all amounts due under Paragraph IV of this Order, the Plaintiff shall promptly deliver to Defendant and Eric Taylor and Bryan Taylor an instrument in recordable form terminating the Plaintiff's lien and security interest in the Properties, together with such termination statements and other instruments as shall be necessary to reflect the termination of the Plaintiff's lien and security interest under the applicable law as Defendant, Bryan Taylor and Eric Taylor shall reasonably request;
- F. In the event of any default in payment, which default continues for ten (10) days beyond the due date of payment:
 - 1. The entire unpaid civil penalty amount, together with interest, as computed pursuant to 28 U.S.C. § 1961, from the date of default to the date of payment, shall immediately become due and payable;
 - 2. The Plaintiff shall be entitled to exercise immediately any and all rights and remedies, including, but not limited to, enforcing the lien and security interest in accordance with Florida law and terminating the interests of Eric Taylor, and any person or entity having an ownership interest in the real property, individually and on behalf of their respective successors, heirs, affiliates and assigns, in the Properties; and
 - 3. Bryan Taylor and Eric Taylor, and any person or entity having an ownership interest in the real property, waive any right to contest any allegations in Plaintiff=s Complaint and the facts as alleged in Plaintiff=s Complaint filed in this action must be taken as true without further proof in any subsequent

litigation filed by the Plaintiff to collect such unpaid amount, including, but not limited to, a nondischargeability complaint filed in any bankruptcy case;

- G. The Plaintiff's agreement to this Order is expressly premised upon the truthfulness, accuracy, and completeness of the financial statements signed by Defendant, and the Declaration signed by Bryan Taylor and Eric Taylor, dated April 19, 2005, provided to the Commission, attesting to the truthfulness of the financial estimates regarding the gross revenues derived from email marketing of the Defendant during the dates set forth in said financial statements. These documents contain material information upon which the Plaintiff and Commission have relied in negotiating and agreeing to this Order. If, upon motion by the Plaintiff, this Court finds that Defendant, Bryan Taylor, or Eric Taylor have materially understated the revenues derived by Defendant as a result of email solicitations, the Court shall enter judgment against Defendant for the amounts by which revenues have been understated; and
- H. Proceedings instituted under this Paragraph are in addition to, and not in lieu of, any other civil or criminal remedies that may be provided by law, including any other proceedings the Plaintiff or Commission may initiate to enforce this Order.

V. COMPLIANCE MONITORING

IT IS FURTHER ORDERED that, for the purpose of monitoring and investigating compliance with any provision of this Order:

A. Within fifteen (15) days of receipt of written notice from a representative of the Plaintiff or Commission, Defendant shall submit additional written reports, sworn

to under penalty of perjury; produce documents for inspection and copying; appear for deposition; and/or provide entry during normal business hours to any business location in such Defendant's possession, or direct or indirect control, to inspect the business operation;

- B In addition, the Commission and Plaintiff are authorized to monitor compliance with this Order by all other lawful means, including but not limited to obtaining discovery from any person, without further leave of court, using the procedures prescribed by Fed. R. Civ. P. 30, 31, 33, 34, 36, and 45;
- C. Defendant shall permit representatives of the Commission or Plaintiff, upon reasonable notice, to interview any employer, consultant, independent contractor, representative, agent, or employee who has agreed to such an interview, relating in any way to any conduct subject to this Order. The person interviewed may have counsel present;

Provided, however, that nothing in this Order shall limit the Commission's or Plaintiff's lawful use of compulsory process, pursuant to Sections 9 and 20 of the FTC Act, 15 U.S.C. §§ 49 and 57b-1, to obtain any documentary material, tangible things, testimony, or information relevant to unfair or deceptive acts or practices in or affecting commerce (within the meaning of 15 U.S.C. § 45(a)(1)).

VI. COMPLIANCE REPORTING BY DEFENDANT

IT IS FURTHER ORDERED that, in order that compliance with the provisions of this Order may be monitored:

- A. For a period of five (5) years from the date of entry of this Order, Defendant shall notify the Commission of any changes in company structure that may affect compliance obligations arising under this Order, including but not limited to a dissolution, assignment, sale, merger, or other action that would result in the emergence of a successor entity; the creation or dissolution of a subsidiary, parent, or affiliate that engages in any acts or practices subject to this Order; the filing of a bankruptcy petition; or a change in the company name or address, at least thirty (30) days prior to such change, *provided* that, with respect to any proposed change in the company about which Defendant learns less than thirty (30) days prior to the date such action is to take place, Defendant shall notify the Commission as soon as is practicable after obtaining such knowledge.
- B. One hundred eighty (180) days after the date of entry of this Order, Defendant shall provide a written report to the FTC, sworn to under penalty of perjury, setting forth in detail the manner and form in which the Defendant has complied and is complying with this Order. This report shall include, but not be limited to:
 - A copy of each acknowledgment of receipt of this Order, obtained pursuant to Paragraphs III and VIII of this Order;
 - Any changes required to be reported pursuant to subparagraph A of this Paragraph;
 - A list that identifies every person who is marketing or promoting, through commercial email messages, any goods or services of Defendant since entry of this Order;

- 4. A list of all names under which Defendant did or currently does business since entry of this Order; and
- 5. A list of all domain names and web page addresses Defendant has registered or used since entry of the Order.
- C. For the purposes of this Order, Defendant shall, unless otherwise directed by the Commission's authorized representatives, mail all written notifications to the Commission to:

Associate Director for Marketing Practices
Federal Trade Commission
600 Pennsylvania Ave., N.W., Room 238
Washington, DC 20580
Re: United States v. APC Entertainment, Inc.,
Civ. No.

D. For the purposes of this Order, Defendant shall, unless otherwise directed by a representative of Plaintiff, identify all written notifications required to be sent to Plaintiff as in reference to DJ# 102-3290, and mail them to:

Director, Office of Consumer Litigation U.S. Department of Justice - Civil Division P.O. Box 386 Washington, DC 20044.

E. For purposes of the compliance reporting and monitoring required by this Order, representatives of Plaintiff and the Commission are authorized to communicate directly with Defendant's members, managers, or officers.

VII. RECORD KEEPING PROVISIONS

IT IS FURTHER ORDERED that, for a period of five (5) years from the date of entry of this Order, Defendant is hereby restrained and enjoined from failing to create and retain the

following records in connection with the marketing, advertising, promotion, offering for sale, or sale of goods or services via commercial email messages or other Internet-based mechanisms:

- A. Standard accounting records generated in the ordinary course of business including, but not limited to, balance sheets, income statements, and annual reports;
- B. Accounting records that reflect the revenue generated by sales to individuals referred through an affiliate program and corresponding disbursements to participants in Defendant's affiliate program on an individual basis, including copies of the most recently deposited check for each such participant paid by check;
- C. Records accurately reflecting: the name, physical address, and telephone number of each person employed in any capacity by such business, including as an independent contractor or affiliate; that person's job title or position; the date upon which the person commenced work; and the date and reason for the person's termination, if applicable;
- D. Records that reflect, for every written or oral consumer complaint or refund request received by Defendant, whether directly or indirectly or through any third party: (1) the consumer's name, address, and telephone number; (2) the written complaint or request, if any; (3) the basis of the complaint or request; (4) the nature and result of any investigation conducted concerning the complaint or request; (5) each response and the date of such response to the complaint or request; (6) any final resolution of the complaint or request, and the date of such resolution; and (7) in the event of a denial of any resolution, the reason for the denial;
- E. Copies of all information obtained, pursuant to Paragraph III, from each person who participates in Defendant's affiliate programs;

F. All other records and documents necessary to demonstrate full compliance with each provision of this Order, including but not limited to, all documents obtained, created, generated or which in any way relate to the requirements, provisions or terms of this Order, copies of signed and dated acknowledgments of receipt of this Order, required by Paragraphs III and VIII of this Order, and all reports submitted to the FTC pursuant to this Order.

VIII. DISTRIBUTION OF ORDER BY DEFENDANT

IT IS FURTHER ORDERED that, for a period of five (5) years from the date of entry of this Order, Defendant shall deliver copies of this Order as directed below:

- A. Defendant must deliver a copy of this Order to all of its principals, officers, directors, managers, and members. Defendant must also deliver copies of this Order to all of its employees, agents, and representatives who engage in conduct related to the subject matter of this Order. For current personnel, delivery shall be within five (5) days of service of this Order upon Defendant. For new personnel, delivery shall occur prior to them assuming their responsibilities.
- B. Defendant must secure a signed and dated statement acknowledging receipt of this Order, within thirty (30) days of delivery, from all persons receiving a copy of this Order pursuant to this Paragraph.

IX. ACKNOWLEDGMENT OF RECEIPT OF ORDER BY DEFENDANT

IT IS FURTHER ORDERED that Defendant, within five (5) business days of receipt of this Order as entered by the Court, must submit to the Commission a truthful sworn statement acknowledging receipt of this Order.

X. FEES AND COSTS

IT IS FURTHER ORDERED that each party to this Order hereby agrees to bear its own costs and attorneys' fees incurred in connection with this action.

XI. SEVERABILITY

IT IS FURTHER ORDERED that the provisions of this Order are separate and severable from one another. If any provision is stayed or determined to be invalid, the remaining provisions shall remain in full force and effect.

XII. RETENTION OF JURISDICTION

IT IS FURTHER ORDERED that this Court shall retain jurisdiction of this matter for purposes of construction, modification and enforcement of this Order.

/ /

JUDGMENT IS THEREFORE ENTERED in favor of Plaintiff and against Defendant,

pursuant to all the tern	ns and conditions reci	ited above.
Dated this	day of	, 2005.
		United States District Judge

The parties, by their respective counsel, hereby consent to the terms and conditions of this Stipulated Order as set forth above and consent to the entry thereof.

Respectfully submitted, PETER D. KEISLER APC ENTERTAINMENT, INC. Assistant Attorney General Civil Division R. ALEXANDER ACOSTA United States Attorney By:__ WENDY JACOBUS MICHAEL SACKS Assistant U.S. Attorney Brush & Sacks 99 NE 4th Street, Miami 33132 11160 Heron Bay Blvd., Suite 615 Coral Springs, FL 33076 (305) 961-9000 (telephone) (954) 575-8691 (305) 530-7087 (fax) Florida Bar# Florida Bar # Wendy.Jacobus@usdoj (email address) EUGENE M. THIROLF Attorney for Defendant Director Office of Consumer Litigation

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OF COUNSEL: EILEEN HARRINGTON Associate Director for Marketing Practices

MICHELLE CHUA

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Attorneys for Plaintiff

ATTACHMENT A

UNITED STATES DISTRICT COURT FOR THE SOUTHERN DISTRICT OF FLORIDA

Civil Action No
UNITED STATES OF AMERICA,
Plaintiff,
v.
APC ENTERTAINMENT, INC., Florida corporation,
Defendant /
AFFIDAVIT ACKNOWLEDGING RECEIPT OF STIPULATED JUDGMENT APC Entertainment, Inc. through its authorized representative, being duly sworn, here
states and affirms as follows:
1. My name is My current residence address
I am a citizen of the Unit
States and am over the age of eighteen. I have personal knowledge of the facts set forth in the
Affidavit.
2. I am a representative of Defendant, in <u>United States of America</u>
APC Entertainment, Inc. (United States District Court for the Southern District of Florida).
3. On, 200[], I received a copy of the Stipulated Final Order f
Civil Penalties, Injunction, and Other Equitable Relief, which was signed by the Honorab
and entered by the Court on 200[]. A true and corre

copy of the Order I received is appended to this Affidavit.

I declare under penalty of pe	erjury under the laws of the United States that the foregoing is
true and correct. Executed on	200[], at
(city),[state].	
	[Full name of Defendant] Authorized Representative of APC Entertainment, Inc.
State of, C Subscribed and sworn to before me	ity of
this day of, 200	
Notary Public My Commission Expires:	

ATTACHMENT B

PROPERTY TO BE SECURED:

Site Address: 5805 NW 125 Ave, Coral Springs, FL 33076-1931

Legal Description: HERON BAY FOUR 160-1 B POR PAR B DESC AS COMM SW COR PAR B, N 488.91 to POB, NW 165.42 to P/C, NELY an ARC 34.96, SE 17.61, SE 121.62, SLY AN ARC DIST 37.93 TO P/T, S 80.52, W 66.09 TO POB AKA: LOT 31 THE POINTE AT HERON BAY

Owner: Eric Taylor

Purchase Price: \$485,000

Mortgage:

First Mortgage with Countrywide Home Loans in the amount of \$292,394.00.

There are no other mortgages, liens, encumbrances, or security interests in said property.

Estimated value: \$550,000.00