

U.S. DISTRICT COURT  
DISTRICT OF NEVADA

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UNITED STATES DISTRICT COURT  
DISTRICT OF NEVADA

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COMMODITY FUTURES TRADING  
COMMISSION,

Plaintiff,

vs.

ALLIANCE DEVELOPMENT COMPANY,  
WILLIAM SNYDER, and CHRISTI  
WILSON,

Defendants.

) Case No.: 3:06-cv-00512-LRH-RAM  
)  
) CONSENT ORDER OF PRELIMINARY  
) INJUNCTION AND FOR OTHER  
) EQUITABLE RELIEF AGAINST  
) DEFENDANT CHRISTI WILSON

Plaintiff Commodity Futures Trading Commission (Commission) has filed a Complaint for Permanent Injunction, Civil Monetary Penalties, and Other Equitable Relief and moved for a preliminary injunction. The Court has considered the pleadings, exhibits, and memorandum filed in support of the Commission's motion for preliminary injunction, and any opposition papers filed thereto. Defendant Christi Wilson (Wilson), without admitting or denying the allegations of the Complaint, has consented to the entry of this preliminary injunction. As it appears to the Court that there is good cause to believe that Wilson has engaged, is engaging in, or is about to engage in violations of the Commodity Exchange Act, as amended (Act), 7 U.S.C. §§ 1 *et seq.* (2002), and the Commission Regulations promulgated thereunder (Regulations), 17 C.F.R. § 1.1 *et seq.* (2006), and that this is a proper case for granting a preliminary injunction to preserve the status quo, protect public customers from further loss and damage, and enable the Commission to fulfill its statutory duties, the Court finds as follows:

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**I.**

*Jurisdiction and Venue*

**THE PARTIES AGREE AND IT IS HEREBY ORDERED** that:

1. The Court has jurisdiction over Wilson and the subject matter of this case pursuant to Section 6c(e) of the Act, 7 U.S.C. § 13a-1(a), which authorizes the Commission to seek injunctive relief against any person whenever it shall appear that such person has engaged, is engaging, or is about to engage in any act or practice constituting a violation of any provision of the Act or any rule, regulation, or order thereunder.

2. Venue properly lies with this Court pursuant to Section 6c(e) of the Act, 7 U.S.C. § 13a-1(e), in that defendants are found, inhabit, or transact business in this district, and the acts and practices in violation of the Act have occurred, are occurring, or are about to occur within this district.

**II.**

*Prohibition From Violations of the Act*

**THE PARTIES AGREE AND IT IS FURTHER ORDERED** that:

Wilson, all persons insofar as they are acting in the capacity of agents, servants, employees, successors, assigns, or attorneys of Wilson, and all persons insofar as they are acting in active concert or participation with Wilson who receive actual notice of this Order by personal service or otherwise, shall be prohibited and restrained from directly or indirectly:

1           1.       in connection with any order to make, or the making of, any contract of sale of  
2 any commodity for future delivery, made, or to be made, for or on behalf of any other persons,  
3 where such contract for future delivery was or could be used for (A) hedging any transaction in  
4 interstate commerce in such commodity or the products or byproducts thereof, or (B)  
5 determining the price basis of any transaction in interstate commerce in such commodity, or (C)  
6 delivering any such commodity sold, shipped, or received in interstate commerce for the  
7 fulfillment thereof,

8           (i)       cheating or defrauding or attempting to cheat or defraud others;

9           (ii)       willfully making or causing to be made to such other person any false report or  
10 statement thereof; or  
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12           (iii)      willfully deceiving or attempting to deceive other persons by any means

13 whatsoever in regard to any such order or contract or the disposition or execution of any such  
14 order or contract, or in regard to any act of agency performed with respect to such order or  
15 contract for such persons in violation of Sections 4b(a)(2)(i)-(iii) of the Act, 7 U.S.C.  
16 §§ 6b(a)(2)(i)-(iii);

17           2.       making use of the mails or any means or instrumentality of interstate commerce to  
18 employ a device, scheme, or artifice to defraud commodity pool participants or prospective pool  
19 participants, or engaging in transactions, practices or courses of business which operate as a  
20 fraud or deceit upon pool participants or prospective pool participants, in violation of Section  
21 4o(1) of the Act, 7 U.S.C. § 6o(1);

22           3.       advertising in a manner that employs a device, scheme, or artifice to defraud  
23 commodity pool participants or prospective pool participants, or engaging in transactions,  
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1 practices or courses of business which operate as a fraud or deceit upon pool participants or  
2 prospective pool participants, in violation of Regulation 4.41(a), 17 C.F.R. § 4.41(a);

3 4. making use of the mails or any means or instrumentality of interstate commerce in  
4 connection with a business as a commodity pool operator, unless first registered with the  
5 Commission, in violation of Section 4m(1) of the Act, 7 U.S.C. § 6m(1);

6 5. associating with a commodity pool operator as a partner, officer, employee,  
7 consultant, or agent, or any person occupying a similar status or performing similar functions, in  
8 any capacity that involves (1) the solicitation of funds, securities, or property for participation in  
9 a commodity pool or (2) the supervision of any person or persons so engaged, unless such person  
10 is registered with the Commission as an associated person of such commodity pool operator, or  
11 permitting such a person to become or remain associated with the commodity pool operator in  
12 any such capacity, in violation of Section 4k(2) of the Act, 7 U.S.C. § 6k(2);

14 6. operating a commodity pool that is not also a cognizable legal entity separate  
15 from the pool operator; commingling the property of any commodity pool with that of any other  
16 person; and receiving funds, securities, or other property from commodity pool participants not  
17 in the name of the commodity pool in violation of Regulation 4.20, 17 C.F.R. § 4.20;

19 7. operating a commodity pool without delivering proper pool disclosure documents  
20 to pool participants, and receiving funds from pool participants without receiving from pool  
21 participants acknowledgement that they received the required pool disclosure document in  
22 violation of Regulation 4.21, 17 C.F.R. § 4.21;

23 8. engaging in, controlling, or directing the trading for any commodity futures,  
24 security futures, options on futures, or foreign currency options account for themselves or on  
25 behalf of any other person or entity, whether by power of attorney or otherwise; and  
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IV.

*List of Entities and Individuals Associated with Defendants*

**THE PARTIES AGREE AND IT IS FURTHER ORDERED** that:

Within five days of the date of this Order, Wilson shall provide the Commission a full and complete list of all individuals, groups, organizations, businesses, or agent(s) of such individuals, groups, organizations or businesses that solicited, accepted, or received funds, securities, or property on behalf of defendants to trade in or in connection with commodity pools, including, without limitation, the names, addresses, and telephone numbers of each individual, group, organization, business, or agent(s) of such individual, group, organization or business.

V.

*Force and Effect*

**THE PARTIES AGREE AND IT IS FURTHER ORDERED** that:

This Order shall remain in full force and effect until further order of this Court and that this Court retains jurisdiction of this matter for all purposes. The *ex parte* Statutory Restraining Order previously ordered by the Court shall remain in full force and effect until further order of this Court. The parties, however, are currently discussing possible modification of the asset-freeze portion of the *ex parte* Statutory Restraining Order, and as such, reserve the right to petition the Court at a later time to modify the asset-freeze portion of the *ex parte* Statutory Restraining Order.

SO ORDERED, this 3<sup>rd</sup> day of Nov., 2006, at Reno, Nevada.

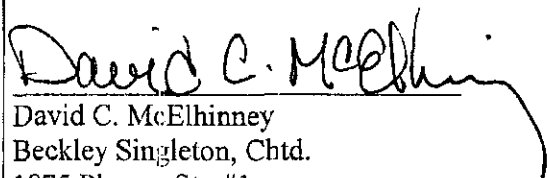


LARRY R. HICKS  
UNITED STATES DISTRICT JUDGE



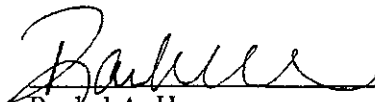
Christi Wilson  
Date: October 27<sup>th</sup> 2006

Approved as to form:



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