

Judgment of Permanent Injunction and Other Equitable Relief as to Richardson (“Final Judgment”), and it appearing that this Court has jurisdiction over the parties and the subject matter of this action, it appearing that no further notice for the entry of this Final Judgment need be given, and the Court being fully advised in the premises:

I.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED that Defendant Richardson and his agents, servants, employees, attorneys, and all persons in active concert or participation with him who receive actual notice of this Final Judgment by personal service or otherwise, and each of them, are restrained and enjoined from violating Sections 5(a) and 5(c) of the Securities Act [15 U.S.C. §§ 77e(a) and 77e(c)], by, directly or indirectly:

- (a) making use of any means or instruments of transportation or communication in interstate commerce or of the mails to sell a security through the use or medium of any prospectus or otherwise
- (b) carrying or causing to be carried through the mails or in interstate commerce, by any means or instruments of transportation, a security for the purpose of sale or for delivery after a sale, unless a registration statement is in effect as to that security; or
- (c) making use of any means or instruments of transportation or communication in interstate commerce or of the mails to offer to sell or offer to buy, through the use or medium of any prospectus or otherwise, any security unless a registration statement has been filed with the Securities and Exchange Commission as to that security or while the registration statement is the subject

of a refusal order, a stop order, or (prior to the effective date of the registrations statement) any public proceeding or examination under Section 8 of the Securities Act, 15 U.S. C. §77h.

II.

IT IS HEREBY ORDERED, ADJUDGED AND DECREED that Defendant Richardson and his agents, servants, employees, attorneys, and all persons in active concert or participation with him who receive actual notice of this Final Judgment by personal service or otherwise, and each of them, are restrained and enjoined from violating Section 17(a) of the Securities Act [15 U.S.C. § 77q(a)], from making use of any means or instrumentalities of interstate commerce, or of the mails or of any facility of a national securities exchange, directly or indirectly:

- (a) to employ any device, scheme or artifice to defraud;
- (b) obtaining money or property by means of any untrue statement of a material fact or any omission to state a material fact necessary in order to make the statement(s) made, in the light of the circumstances under which they were made, not misleading; or
- (c) engaging in any transaction, practice or course of business, which operates or would operate as a fraud or deceit upon the purchaser.

III.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED that Defendant Richardson and his agents, servants, employees, attorneys, and all persons in active concert or participation with him who receive actual notice of this Final Judgment by personal service or otherwise, and each of them, are restrained and enjoined from

violating Section 10(b) of the Securities Exchange Act of 1934 [15 U.S.C. § 78j(b)], by, directly or indirectly, by the use of any means or instrumentality of interstate commerce, of the mails or of any facility of any national securities exchange, using or employing in connection with the purchase or sale of any security registered on a national securities exchange or any security not so registered any manipulative or deceptive device or contrivance in contravention or a rule or regulation prescribed by the Securities and Exchange Commission; and

- (a) violating Rule 10b-5 of the Securities and Exchange Commission [17 C.F.R. § 240.10b-5], directly or indirectly, by the use of any means or instrumentality of interstate commerce, of the mails or of any facility of any national securities exchange,
- (b) employing any device, scheme or artifice to defraud,
- (c) making any untrue statement of a material fact or omitting to state a material fact necessary in order to make the statement(s) made, in the light of the circumstances under which were made, not misleading, or
- (d) engaging in any act, practice or course of business, which operates or would operate as a fraud or deceit upon any person.

IV.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED Richardson shall pay a civil monetary penalty in amount of \$100,000 (One Hundred Thousand Dollars) pursuant to Section 20(d) of the Securities Act or Section 21(d)(3) of the Exchange Act. Said penalty shall be paid through the distribution of funds (plus accumulated interest) paid by Richardson into the registry of the Court on August 3, 2001 (Receipt # 512334).

Within 30 days of entry of this Final Judgment, the Clerk of the Court obtain a certified check for \$100,000 made payable to the Securities and Exchange Commission; the Clerk of the Court shall mail the certified check by certified mail (return receipt requested) to the Comptroller, Securities and Exchange Commission, 450 Fifth Street, N.W., Mail Stop 0-3, Washington, D.C. 20549, submitted under cover of letter identifying Raece Richardson as the defendant in this action, the case number of this action, the name of the Court, and the Commission's file number (FW-02340); a copy of the cover letter shall be sent to Harold F. Degenhardt, District Administrator of the Fort Worth District Office, Securities and Exchange Commission, 801 Cherry St., Suite 1900, Fort Worth, Texas 76102. The balance of funds remaining in the Court registry after payment of the \$100,000 civil penalty in this matter will remain in the Court registry pending disposition of *SEC v. Richardson et al.*, No. 1:02CV00426 (D.D.C.), Lit. Rel. No. 17397 (March 6, 2002), a separate case filed against Richardson by the Commission.

V.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED that Defendant Richardson's Stipulation and Consent filed herewith be, and the same is hereby, incorporated herein with the same force and effect as if fully set forth herein, and therefore, a breach of the terms of the Stipulation and Consent shall constitute a breach of this Final Judgment.

VI.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED that this Court shall retain jurisdiction over this matter and over Defendant Richardson for purposes of enforcing the terms of this Final Judgment and for all other purposes.

VII.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED that this Final Judgment may be served upon Defendant Richardson in person or by mail either by the United States Marshall, the Clerk of the Court, or any member of the staff of the Commission.

VIII.

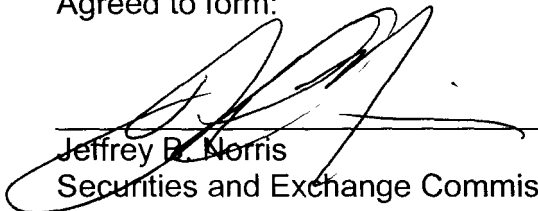
There being no just reason for delay, the Clerk of this Court is hereby directed to enter this Final Judgment of Permanent Injunction and Other Equitable Relief as to Richardson pursuant to Rule 54 of the Federal Rules of Civil Procedure.

SIGNED this 15th day of JULY, 2003




Judge Vanessa D. Gilmore

Agreed to form:



Jeffrey B. Norris
Securities and Exchange Commission



Raece B. Richardson