

**ORIGINAL**

**IN THE UNITED STATES DISTRICT COURT  
FOR THE SOUTHERN DISTRICT OF TEXAS  
HOUSTON DIVISION**

**UNITED STATES COURTS  
SOUTHERN DISTRICT OF TEXAS  
FILED**

**BT OCT - 5 2004**

**Michael N. Milby, Clerk of Court**

**SECURITIES AND EXCHANGE COMMISSION,**

**Plaintiff,**

**vs.**

**Civil Action No.  
H-03-CV-1133**

**ROCKY MOUNTAIN ENERGY CORPORATION,  
a Nevada corporation,  
JOHN N. EHRMAN,  
W. RODERICK JOHNSON, AND  
MICHAEL L. LABERTEW**

**United States Courts  
Southern District of Texas  
ENTERED**

**OCT 06 2004**

**Michael N. Milby, Clerk of Court**

**Defendants,**

**and**

**JOHN W. EHRMAN, JR.,**

**Defendant Solely  
for the Purpose of  
Equitable Relief.**

**FINAL JUDGMENT AS TO DEFENDANT JOHN N. EHRMAN**

The Securities and Exchange Commission having filed a Complaint and Defendant John N. Ehrman having entered a general appearance; consented to the Court's jurisdiction over Defendant and the subject matter of this action; consented to entry of this Final Judgment without admitting or denying the allegations of the Complaint (except as to jurisdiction); waived findings of fact and conclusions of law; and waived any right to appeal from this Final Judgment:

**I.**

**IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that Defendant is liable for**

disgorgement of \$595,875.00, representing profits gained or funds acquired by Defendant and Rocky Mountain Energy Corporation as a result of the conduct alleged in the Complaint, together with prejudgment interest thereon in the amount of \$50,013.59, for a total of \$645,888.59. Because the receiver has already collected approximately \$100,000 from Ehrman, Ehrman shall be credited with a \$100,000 payment on this Judgment, in partial satisfaction of the disgorgement award. Therefore, the amount owing as of the date of the judgment is \$545,888.59. The Commission may enforce the Court's judgment for disgorgement and prejudgment interest by moving for civil contempt (and/or through other collection procedures authorized by law) at any time after ten days following entry of this Final Judgment. In response to any such civil contempt motion by the Commission, the defendant may assert any legally permissible defense, including but not limited to inability to comply with the terms of the Judgment. Payments under this paragraph shall be made to the Clerk of this Court, together with a cover letter identifying John N. Ehrman as a defendant in this action; setting forth the title and civil action number of this action and the name of this Court; and specifying that payment is made pursuant to this Final Judgment. Defendant shall simultaneously transmit photocopies of each such payment and letter to the Commission's counsel in this action. Defendant relinquishes all legal and equitable right, title, and interest in such payments, and no part of the funds shall be returned to Defendant. The Clerk shall deposit the funds into an interest bearing account with the Court Registry Investment System ("CRIS"). These funds, together with any interest and income earned thereon (collectively, the "Fund"), shall be held by the CRIS until further order of the Court. In accordance with the guidelines set by the Director of the Administrative Office of the United States Courts, the Clerk is directed, without further order of this Court, to deduct from the income earned on the money in the Fund a fee equal to ten percent of the income earned on the Fund.

Such fee shall not exceed that authorized by the Judicial Conference of the United States. The Commission may propose a plan to distribute the Fund subject to the Court's approval.

II.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant shall pay a civil penalty in the amount of \$120,000 pursuant to Section 20(d)(2)(C) of the Securities Act of 1933 and Section 21(d)(3)(B)(iii) of the Securities Exchange Act of 1934. Defendant shall make this payment within ten (10) business days after entry of this Final Judgment by certified check, bank cashier's check, or United States postal money order payable to the Securities and Exchange Commission. The payment shall be delivered or mailed to the Office of Financial Management, Securities and Exchange Commission, Operations Center, 6432 General Green Way, Mail Stop 0-3, Alexandria, Virginia 22312, and shall be accompanied by a letter identifying John N. Ehrman as a defendant in this action; setting forth the title and civil action number of this action and the name of this Court; and specifying that payment is made pursuant to this Final Judgment.

III.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that the attached Stipulation and Consent of John N. Ehrman is incorporated herein with the same force and effect as if fully set forth herein, and that Defendant shall comply with all of the undertakings and agreements set forth therein.

IV.

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

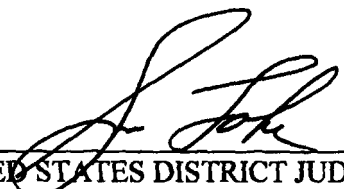
V.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that (1) the August 15, 2003 Agreed Permanent Injunction Against John N. Ehrman; and (2) the February 2, 2004 Agreed Order as to John N. Ehrman are incorporated herein by reference. The April 3, 2003 Order Freezing Assets, Requiring an Accounting and Preservation of Documents and Authorizing Expedited Discovery is dissolved as to John N. Ehrman; and John N. Ehrman is no longer subject to the terms of that Order.

VI.

There being no just reason for delay, pursuant to Rule 54(b) of the Federal Rules of Civil Procedure, the Clerk is ordered to enter this Final Judgment forthwith and without further notice.

Dated: October 6, 2004

  
UNITED STATES DISTRICT JUDGE