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APR 13 2004
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UNITED STATES DISTRICT COURT
CENTRAL DISTRICT OF CALIFORNIA

SECURITIES AND EXCHANGE
COMMISSION,

Plaintiff,

vs.

PAUL JOSEPH SHEEHAN dba PAUL J.
SHEEHAN & ASSOCIATES,

Defendant.

CASE NO. CV 03-07012 MMM (PJWx)

JUDGMENT FOR PLAINTIFF

TO DEFENDANT PAUL JOSEPH SHEEHAN dba PAUL J. SHEEHAN & ASSOCIATES:

Pursuant to the court's order granting plaintiff Securities And Exchange Commission's motion for summary judgment against defendant Paul Joseph Sheehan dba Paul J. Sheehan & Associates:

I.

IT IS HEREBY ORDERED, ADJUDGED AND DECREED that Sheehan is liable for disgorgement of \$7,400,000.00, together with prejudgment interest thereon in the amount of \$1,620,271.79, totaling \$9,020,271.79, and a third tier civil penalty of \$110,000.00 pursuant to Section 21(d)(3)(A) of the Securities Exchange Act of 1934, 15 U.S.C. § 78u(d)(3)(A), and

15

1 Section 209(e)(1) of the Investment Advisers Act of 1940, 15 U.S.C § 80b-9(e)(1). Sheehan shall
2 satisfy this obligation by paying \$9,130,271.79 within ten days of the date of entry of this Final
3 Judgment in the form of a cashier's check, certified check or postal money order payable to the
4 Treasury of the United States, together with a cover letter that identifies the defendant, the name
5 and case number of this litigation and the court. A copy of the cover letter shall be
6 simultaneously transmitted to counsel for the Commission in this action at the Commission's
7 Pacific Regional Office in Los Angeles, California. By making this payment, Sheehan
8 relinquishes all legal and equitable right, title, and interest in such funds, and no part of the funds
9 shall be returned to Sheehan.

10 **II.**

11 IT IS FURTHER ORDERED, ADJUDGED AND DECREED that the Commission may
12 propose a plan to distribute funds paid by the Defendant in satisfaction of this Final Judgment
13 subject to the Court's approval. Such a plan may provide that the funds shall be distributed
14 pursuant to the Fair Fund provisions of Section 308(a) of the Sarbanes-Oxley Act of 2002.
15 Regardless of whether any such Fair Fund distribution is made, the amounts ordered to be paid
16 as a civil penalty pursuant to this Final Judgment shall be treated as a penalty paid to the
17 government for all purposes, including all tax purposes.

18
19 **III.**

20 IT IS FURTHER ORDERED, ADJUDGED AND DECREED that this Court shall retain
21 jurisdiction over this action for all purposes, including to implement and enforce the terms of this
22 Final Judgment and all other orders and decrees which have been and may be entered in this case,
23 and to grant such other relief as this Court may deem necessary and just.

24 DATED: April 8, 2004

25 
26 MARGARET M. MORROW
27 UNITED STATES DISTRICT JUDGE