

UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF FLORIDA

CASE NO. 03-61553 CIV-SEITZ/Bandstra/Gonzalez

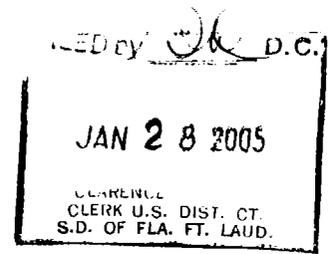
SECURITIES AND EXCHANGE
COMMISSION,

Plaintiff,

v.

DAVID GANE, JEFFREY D. WELSH,
SOUTHERN FINANCIAL SERVICES,
INC., SOUTHERN WASTE, INC., dba
STRATEGIC INVESTORS GROUP,
CHARLES T. TAMBURELLO, and
CAPITAL RESEARCH GROUP, INC.,

Defendants.



FINAL JUDGMENT

This action came on for trial before the Court, the Honorable Jose A. Gonzalez presiding, on December 6, 2004, through and including December 13, 2004. The issues were duly tried, all parties being represented by counsel, and the Court having considered the parties' briefs, evidence, objections, and arguments. The matter was submitted to the Court for decision, and on January 4, 2005, the Court issued its Findings of Fact and Conclusions of Law ("Findings of Fact and Conclusions of Law").

Based on the Court's Findings of Facts and Conclusions of Law, and good cause appearing,

IT IS ORDERED, ADJUDGED AND DECREED that:

1. The Plaintiff Securities and Exchange Commission's ("SEC") Second Prayer for Relief, seeking permanent injunctions against Defendants Jeffrey Welsh ("Mr. Welsh"), Charles Tamburello ("Mr. Tamburello") and Capital Research Group, for violations of Sections 17(a)

and 17(b) of the Securities Act of 1933, as amended (“Securities Act”), and for violations of Section 10(b) of the Securities Exchange Act of 1934, as amended (“Exchange Act”), and Rule 10b-5 thereunder, is DENIED.

2. The SEC’s Fourth Prayer for Relief, seeking disgorgement of all ill-gotten gains by Mr. Welsh, Mr. Tamburello and Capital Research Group, is DENIED.

3. The SEC’s Fifth Prayer for Relief, seeking civil penalties against Mr. Welsh, Mr. Tamburello and Capital Research Group, under Sections 20(d) of the Securities Act, 15 U.S.C. § 77t(d) and Section 21(d)(3) of the Exchange Act, 15 U.S.C. § 78u(d)(3) is GRANTED and Judgment will issue as follows:

- a. Against Mr. Welsh in the sum of \$500;
- b. Against Mr. Tamburello in the sum of \$500; and
- c. Against Capital Research Group in the sum of \$500.

4. Judgment is entered in favor of Defendant Dr. David Gane (“Dr. Gane”) and against the SEC as to all claims brought by the SEC for violations of Section 10(b) of the Exchange Act, and Rule 10b-5 thereunder.

5. The SEC’s Second Prayer for Relief, seeking a permanent injunction against Dr. Gane for violations of Section 10(b) of the Exchange Act and Rule 10b-5 thereunder is DENIED.

6. The SEC’s Third Prayer for Relief seeking an order prohibiting Dr. Gane from acting as an officer or director of any issuer that has a class of securities registered pursuant to Section 12 of the Exchange Act, 15 U.S.C. § 781, or any issuer that is required to file reports pursuant to Section 15(d) of the Exchange Act, 15 U.S.C. § 78o(d), is DENIED.

7. The SEC’s Fifth Prayer for Relief, seeking civil penalties against Dr. Gane under

Section 21(d)(3) of the Exchange Act, 15 U.S.C. § 77u(d)(3) is DENIED.

8. Default Judgment is entered herein as against Southern Financial Services and Strategic Investors Group as indicated in the Court's Findings of Fact and Conclusions of Law.

9. Costs may be taxed herein and, upon appropriate application, will be entered by this Court.

Dated: January 27, 2005



Jose A. Gonzalez, Jr.
United States District Judge