

UNITED STATES DISTRICT COURT
DISTRICT OF CONNECTICUT

SECURITIES & EXCHANGE COMMISSION

v

3:04-CV-01331(JCH)

COMPETITIVE TECH, INC.,
CHAUNCEY D. STEELE, JOHN R. GLUSHKO,
THOMAS C. KOCHERHANS, RICHARD A. KWAK,
SHELDON A. STRAUSS, STEPHEN J. WILSON
FRANK R. McPIKE, and JOHN DOE

PARTIAL JUDGMENT

This matter came before the Honorable Janet C. Hall, United States District Judge, as a result of a jury trial. On November 29, 2007, after deliberation, the jury returned a verdict in favor of the plaintiff, Securities & Exchange Commission. In addition, the court issued a Ruling on August 27, 2008, imposing a \$10,000 penalty against the defendant Sheldon A. Strauss and also entered the following injunctions against Strauss:

1. Strauss, and his agents, servants, employees, attorneys, and all persons in active concert or participation with them who receive actual notice of this Injunction/Final Judgment by personal service or otherwise, are permanently restrained and enjoined from violating Section 9(a) of the Securities Exchange Act of 1934 ("Exchange Act") [15 U.S.C. §78i(a)] by, directly or indirectly, using the mails or any means or instrumentality of interstate commerce, or of any facility of any national securities exchange: (a) to enter an order or orders for the purchase or sale of a security registered on a national securities exchange with the knowledge that an order of substantially the same size, at substantially the same time and at substantially the same price, for the sale or purchase of such security, has been or will be entered by or

for the same or different parties, for the purpose of creating a false or misleading appearance of active trading in such security or a false or misleading appearance with respect to the market for such security; or (b) to effect, alone or with one or more other persons, a series of transactions in any security registered on a national securities exchange creating actual or apparent active trading in such security, or raising or depressing the price of such security, for the purpose of inducing the purchase or sale of such security by others. This injunction includes a prohibition on defendant Strauss from entering into transactions that "Mark the Close," i.e. from entering into trades, late in the day, for the purpose of attempting to affect the reported closing price of the stock.

2. Straus and his agents, servants, employees, attorneys, and all persons in active concert or participation with them who receive actual notice of this Injunction/Final Judgment by personal service or otherwise, are permanently restrained and enjoined from violating, directly or indirectly, Section 10(b) of the Exchange Act [15 U.S.C. §78j(b)] and Rule 10b-5 thereunder [17 C.F.R. §240.10b-5] by using any means or instrumentality of interstate commerce, or of the mails, or of any facility of any national securities exchange, in connection with the purchase or sale of any security: (a) to employ any device, scheme, or artifice to defraud; (b) to make any untrue statement of a material fact or to omit to state a material fact necessary in order to make the statements made, in the light of the circumstances under which they were made, not misleading; or (c) to engage in any act, practice, or course of business which operates or would operate as a fraud or deceit upon any person.

3. Straus and his agents, servants, employees, attorneys, and all persons in active concert or participation with them who receive actual notice of this

Injunction/Final Judgment by personal service or otherwise, are permanently restrained and enjoined from violating Section 17(a) of the Securities Act of 1933 ("Securities Act") [15 U.S.C. §77q(a)] in the offer or sale of any security by the use of any means or instruments of transportation or communication in interstate commerce or by the use of the mails, directly or indirectly: (a) to employ any device, scheme or artifice to defraud; (b) to obtain money or property by means of any untrue statement of a material fact or any omission of a material fact necessary in order to make the statements made, in the light of the circumstances under which they were made, not misleading; or (c) to engage in any transaction, practice, or course of business which operates or would operate as a fraud or deceit upon the purchaser.

Therefore, it is ORDERED and ADJUDGED that judgment is entered together with permanent injunction and penalty of \$10,000.00 for the plaintiff, Securities & Exchange Commission, against defendant, Sheldon Strauss.

Dated at Bridgeport, Connecticut, this 23rd day of October, 2008.

Robin D. Tabora, Clerk

By /s/ Bernadette J. DeRubeis
Deputy Clerk

Entered on Docket _____