

IN THE UNITED STATES DISTRICT COURT  
FOR THE DISTRICT OF COLUMBIA

**FILED**

**MAY - 5 2005**

**NANCY MAYER WHITTINGTON, CLERK  
U.S. DISTRICT COURT**

U.S. SECURITIES AND EXCHANGE  
COMMISSION,

Plaintiff,

v.

ALINA WELT, ANDREW M. WELT,  
BRUCE A. WELT and BRUCE HIRSCHHORN,

Defendants.

Civil Action No. **05 0783**

**FINAL JUDGMENT AS TO DEFENDANT BRUCE WELT**

The Securities and Exchange Commission having filed a Complaint and Defendant Bruce A. Welt ("Defendant") having: 1) entered a general appearance, 2) consented to the Court's jurisdiction over Defendant and the subject matter of this action, 3) consented to entry of this Final Judgment without admitting or denying the allegations of the Complaint (except as to jurisdiction), 4) waived findings of fact and conclusions of law and 5) waived any right to appeal from this Final Judgment:

**I.**

IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that Defendant and Defendant's agents, servants, employees, attorneys, and all persons in active concert or participation with them who receive actual notice of this Final Judgment by personal service or otherwise are permanently restrained and enjoined from violating, directly or indirectly, Section 10(b) of the Securities Exchange Act of 1934 ("Exchange Act") [15 U.S.C. §§78j(b)] and Rules 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.

II.

IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant and Defendant's agents, servants, employees, attorneys, and all persons in active concert or participation with them who receive actual notice of this Final Judgment by personal service or otherwise are permanently restrained and enjoined from violating Section 14(e) of the Exchange Act [15 U.S.C. § 78n(e)] and Rule 14e-3 [17 C.F.R. § 240.14e-3] promulgated thereunder, in connection with any tender offer or request or invitation for tenders, from engaging in any fraudulent, deceptive, or manipulative act or practice, by:

- (a) purchasing or selling or causing to be purchased or sold the securities sought or to be sought in such tender offer, securities convertible into or exchangeable for any such securities or any option or right to obtain or dispose of any of the foregoing securities while in possession of material information relating to such tender offer that Defendant knows or has reason to know is nonpublic and knows or has reason to know has been acquired directly or indirectly from the offering person;

the issuer of the securities sought or to be sought by such tender offer; or any officer, director, partner, employee or other person acting on behalf of the offering person of such issuer, unless within a reasonable time prior to any such purchase or sale such information and its source are publicly disclosed by press release or otherwise; or

- (b) communicating material, nonpublic information relating to a tender offer, which Defendant knows or has reason to know is nonpublic and knows or has reason to know has been acquired directly or indirectly from the offering person; the issuer of the securities sought or to be sought by such tender offer; or any officer, director, partner, employee, advisor, or other person acting on behalf of the offering person of such issuer, to any person under circumstances in which it is reasonably foreseeable that such communication is likely to result in the purchase or sale of securities in the manner described in subparagraph (a) above, except that this paragraph shall not apply to a communication made in good faith
- (i) to the officers, directors, partners or employees of the offering person, to its advisors or to other persons, involved in the planning, financing, preparation or execution of such tender offer;
  - (ii) to the issuer whose securities are sought or to be sought by such tender offer, to its officers, directors, partners, employees or advisors or to other persons involved in the planning, financing, preparation or execution of the activities of the issuer with respect to such tender offer; or
  - (iii) to any person pursuant to a requirement of any statute or rule or regulation promulgated thereunder.

III.

IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that Bruce Welt pay disgorgement in the amount of \$17,275.50, representing illegal trading profits gained as a result of the conduct alleged in the Complaint, together with prejudgment interest thereon in the amount of \$4,023.95, for a total of \$21,299.45.

IV.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that Bruce Welt pay a civil penalty in the amount of \$17,275.50 pursuant to Section 21A of the Exchange Act [15 U.S.C. §78(u)-1].

V.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that disgorgement, prejudgment interest and civil penalty paid pursuant to Sections III and IV of this Final Judgment shall be paid within thirty (30) business days of the 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" and bearing the title "SEC v. Welt, et al. (Sensormatic Elec. Corp., HO-9313)" at the bottom of the face of the envelope. 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 Bruce Welt 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 such payment and letter to Scott Friestad, Assistant Director, 450 Fifth Street, NW, Mail Stop 07-08, Washington, D.C. 20549-0708. Defendant shall also pay post-judgment interest, as calculated pursuant to 28 U.S.C. §1961, on any amount that remains outstanding after thirty (30) days from

the entry of this Final Judgment. By making the payments set forth above, Defendant relinquishes all legal and equitable right, title, and interest in such funds, and no part of the funds shall be returned to Defendant. The Commission may enforce the Court's judgment for this penalty by moving for civil contempt (and/or through other collection procedures authorized by law) at any time after thirty 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.

VI.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that upon receipt of the funds from Defendant Bruce Welt, the Comptroller, Securities and Exchange Commission, shall promptly remit the funds to the United States Treasury.

VII.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that the Consent 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.

VIII.

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.

IX.

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: May 5, 2005

Theresa A. Roberts  
UNITED STATES DISTRICT JUDGE