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10 **UNITED STATES DISTRICT COURT**  
11 **DISTRICT OF NEVADA**

12 SECURITIES AND EXCHANGE  
COMMISSION,

13 Plaintiff,

14 vs.

15 CHARLES R. NORTON, et al.,

16 Defendants.  
17

Case No.

**FINAL JUDGMENT**  
**AGAINST DEFENDANTS CHARLES R.**  
**NORTON AND CHAD R. NORTON**

18 The Securities and Exchange Commission having filed a Complaint and Defendants  
19 Charles R. Norton and Chad R. Norton (“Defendants”) having entered a general appearance;  
20 consented to the Court’s jurisdiction over them and the subject matter of this action; consented to  
21 entry of this Final Judgment without admitting or denying the allegations of the Complaint  
22 (except as to jurisdiction); waived findings of fact and conclusions of law; and waived any right  
23 to appeal from this Final Judgment:

24 **I.**

25 IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that Defendants and  
26 Defendants’ agents, servants, employees, attorneys, and all persons in active concert or  
27 participation with them who receive actual notice of this Final Judgment by personal service or  
28 otherwise are permanently restrained and enjoined from violating, directly or indirectly, Section

1 10(b) of the Securities Exchange Act of 1934 (the “Exchange Act”), 15 U.S.C. § 78j(b), and  
2 Rule 10b-5 promulgated thereunder, 17 C.F.R. § 240.10b-5, by using any means or  
3 instrumentality of interstate commerce, or of the mails, or of any facility of any national  
4 securities exchange, in connection with the purchase or sale of any security:

- 5 (a) to employ any device, scheme, or artifice to defraud;
- 6 (b) to make any untrue statement of a material fact or to omit to state a material fact  
7 necessary in order to make the statements made, in the light of the circumstances  
8 under which they were made, not misleading; or
- 9 (c) to engage in any act, practice, or course of business which operates or would  
10 operate as a fraud or deceit upon any person.

11 **II.**

12 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, pursuant to Section  
13 21(d)(2) of the Exchange Act, 15 U.S.C. § 78u(d)(2), Defendant Charles R. Norton is prohibited,  
14 for five (5) years following the date of entry of this Final Judgment, from acting as an officer or  
15 director of any issuer that has a class of securities registered pursuant to Section 12 of the  
16 Exchange Act, 15 U.S.C. § 78l, or that is required to file reports pursuant to Section 15(d) of the  
17 Exchange Act, 15 U.S.C. § 78o(d).

18 **III.**

19 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that Defendants are  
20 jointly and severally liable for disgorgement of \$35,064.71, representing profits gained as a  
21 result of the conduct alleged in the Complaint, together with prejudgment interest thereon in the  
22 amount of \$3,369.01. Defendants shall satisfy this obligation by paying \$38,433.72 within ten  
23 (10) business days after entry of this Final Judgment by certified check, bank cashier’s check, or  
24 United States postal money order payable to the Securities and Exchange Commission.  
25 Defendants’ payment shall be delivered or mailed to the Office of Financial Management,  
26 Securities and Exchange Commission, Operations Center, 6432 General Green Way, Mail Stop  
27 0-3, Alexandria, Virginia 22312, and shall be accompanied by a letter identifying “Charles R.  
28 Norton” and “Chad R. Norton” as defendants in this action; setting forth the title and civil action

1 number of this action and the name of this Court; and specifying that payment is made pursuant  
2 to this Final Judgment. Defendants shall pay post-judgment interest on any delinquent amounts  
3 pursuant to 28 U.S.C. § 1961. The Commission shall remit the funds paid pursuant to this  
4 paragraph to the United States Treasury.

5 **IV.**

6 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that each Defendant is  
7 liable for a civil penalty in the amount of \$35,064.71 pursuant to Section 21A of the Exchange  
8 Act, 15 U.S.C. § 78u-1. Defendants shall satisfy this obligation by each paying \$35,064.71  
9 within ten (10) business days after entry of this Final Judgment by certified check, bank cashier's  
10 check, or United States postal money order payable to the Securities and Exchange Commission.  
11 Defendants' payments shall be delivered or mailed to the Office of Financial Management,  
12 Securities and Exchange Commission, Operations Center, 6432 General Green Way, Mail Stop  
13 0-3, Alexandria, Virginia 22312, and shall be accompanied by a letter identifying "Charles R.  
14 Norton" and "Chad R. Norton" as defendants in this action; setting forth the title and civil action  
15 number of this action and the name of this Court; and specifying that payment is made pursuant  
16 to this Final Judgment. Defendants shall pay post-judgment interest on any delinquent amounts  
17 pursuant to 28 U.S.C. § 1961. The Commission shall remit the funds paid pursuant to this  
18 paragraph to the United States Treasury.

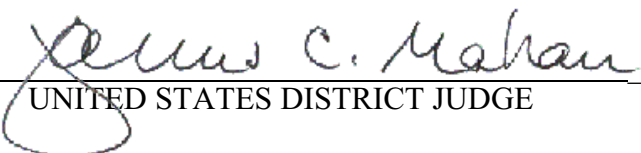
19 **V.**

20 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that the Defendants'  
21 Consents are incorporated herein with the same force and effect as if fully set forth herein, and  
22 that Defendants shall comply with all of the undertakings and agreements set forth therein.

23 **VI.**

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

26  
27 DATED: May 5, 2008

28   
UNITED STATES DISTRICT JUDGE

**PROOF OF SERVICE**

I am over the age of 18 years and not a party to this action. My business address is:

U.S. SECURITIES AND EXCHANGE COMMISSION, 5670 Wilshire Boulevard, 11th Floor, Los Angeles, California 90036-3648

Telephone No. (323) 965-3998; Facsimile No. (323) 965-3812.

On April 29, 2008, I served the document entitled **[PROPOSED] FINAL JUDGMENT AGAINST DEFENDANTS CHARLES R. NORTON AND CHAD R. NORTON** upon the parties to this action addressed as stated on the attached service list:

**OFFICE MAIL:** By placing in sealed envelope(s), which I placed for collection and mailing today following ordinary business practices. I am readily familiar with this agency’s practice for collection and processing of correspondence for mailing; such correspondence would be deposited with the U.S. Postal Service on the same day in the ordinary course of business.

**PERSONAL DEPOSIT IN MAIL:** By placing in sealed envelope(s), which I personally deposited with the U.S. Postal Service. Each such envelope was deposited with the U.S. Postal Service at Los Angeles, California, with first class postage thereon fully prepaid.

**EXPRESS U.S. MAIL:** Each such envelope was deposited in a facility regularly maintained at the U.S. Postal Service for receipt of Express Mail at Los Angeles, California, with Express Mail postage paid.

**HAND DELIVERY:** I caused to be hand delivered such envelope/document to each addressee on the attached service list.

**FEDERAL EXPRESS BY COURT ORDER:** By placing in sealed envelope(s) designated by Federal Express with delivery fees paid or provided for, which I deposited in a facility regularly maintained by Federal Express or delivered to a Federal Express courier, at Los Angeles, California.

**ELECTRONIC MAIL:** By transmitting the document by electronic mail to the electronic mail address as stated on the attached service list.

**FAX:** By transmitting the document by facsimile transmission. The transmission was reported as complete and without error.

**(Federal)** I declare that I am employed in the office of a member of the bar of this Court, at whose direction the service was made. I declare under penalty of perjury that the foregoing is true and correct.

Date: April 29, 2008

/s/ Catherine W. Brilliant  
Catherine W. Brilliant

**SEC v. CHARLES R. NORTON and CHAD R. NORTON**  
**United States District Court – District of Nevada**

**SERVICE LIST**

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